						ST DEPARTMENT DIVISION O	OF NA			6		AMEN	FC NDED REPC	RM 3	
		APP	LICATION F	OR	PERM	IIT TO DRILL					1. WELL NAME and		E <b>R</b> 22-2G4CS		
2. TYPE C		RILL NEW WELL (	REENTE	R P&	A WELI	L DEEPE	N WELL				3. FIELD OR WILDO		L BUTTES		
4. TYPE C		Gas				thane Well: NO					5. UNIT or COMMUI		TION AGR L BUTTES	EEMENT	NAME
6. NAME	OF OPERATOR	<b>R</b>	RR-MCGEE OI								7. OPERATOR PHO	1E	29-6515		
8. ADDRE	SS OF OPERA	TOR									9. OPERATOR E-MA	IL	@anadarko		
	RAL LEASE N	JMBER	P.O. Box 1737	79, D		IINERAL OWNE	RSHIP				12. SURFACE OWN			.com	
		UT ML 22651  OWNER (if box :	12 - 'foo'\		FEDE	ERAL IND	IAN (	STATE	E) FEI		FEDERAL INI	DIAN (	STATI	~	FEE ()
		ACE OWNER (if b		`							16. SURFACE OWN				
13. ADDR	LISS OF SORI	ACE OWNER (II D	0x 12 = 1ee	,								-K L-M/	AIL (II DO)	12 - 1	
	AN ALLOTTEE 2 = 'INDIAN')	OR TRIBE NAME				NTEND TO COM FIPLE FORMATI  (Submit C	ONS	gling Applicat		_	VERTICAL DIR	ECTION	IAL 📵	HORIZON	ITAL 🛑
20. LOC	ATION OF WE	LL		FO	OTAGE	ES	QT	rr-QTR	SEC	TION	TOWNSHIP	R	ANGE	МЕ	RIDIAN
LOCATIO	ON AT SURFAC	CE	23	75 FS	L 163	39 FEL	1	NWSE	2	2	10.0 S	2	2.0 E		S
Top of U	ppermost Pro	ducing Zone	25	68 FN	IL 18:	13 FEL	9	SWNE	2	2	10.0 S	2	2.0 E		S
At Total	Depth		25	68 FN	IL 18:	13 FEL	9	SWNE	2	2	10.0 S	2	2.0 E		S
21. COUN	ITY	UINTAH			22. D	ISTANCE TO N		T LEASE LIN	IE (Feet)		23. NUMBER OF AC		DRILLING 20	UNIT	
						DISTANCE TO N lied For Drilling	or Co		SAME POO	DL	26. PROPOSED DEP		TVD: 85	92	
27. ELEV	ATION - GROU	JND LEVEL 5038			28. B	OND NUMBER	2201	13542			29. SOURCE OF DRI WATER RIGHTS AP	PROVA		IF APP	LICABLE
					н	lole, Casing,			ormatio	n					
String	Hole Size	Casing Size	Length		ight	Grade & Th		Max Mu			Cement		Sacks	Yield	Weight
Surf	11	8.625	0 - 2190	28	8.0	J-55 LT8	&C	0.2	2		Type V Class G		180 270	1.15	15.8
Prod	7.875	4.5	0 - 8631	1.	1.6	I-80 LT8	8.C	12.	5	Dron	nium Lite High Stre	nath	270	3.38	15.8 11.0
1100	7.073	7.5	0 0031		1.0	1 00 210		12.	.5	11011	50/50 Poz	- Ingui	1180	1.31	14.3
						Α٦	ГТАСН	IMENTS	,						
	VERIFY T	HE FOLLOWIN	G ARE ATT	ACHI	ED IN	N ACCORDAN	CE WI	TH THE U	TAH OII	AND (	GAS CONSERVATI	ON GE	NERAL F	ULES	
<b>w</b> w	ELL PLAT OR	MAP PREPARED E	BY LICENSED	SUR	VEYOR	R OR ENGINEER	₹	<b>№</b> сом	IPLETE D	RILLING	G PLAN				
AF	FIDAVIT OF S	TATUS OF SURFA	CE OWNER A	GREI	EMENT	T (IF FEE SURF	ACE)	FOR	M 5. IF O	PERATO	R IS OTHER THAN TI	HE LEAS	SE OWNER	l	
DRILLED		URVEY PLAN (IF	DIRECTIONA	LLY (	OR HO	DRIZONTALLY		<b>№</b> ТОРО	OGRAPHI	CAL MAI	P				
NAME G	ina Becker			TI	TLE R	Regulatory Analys	st II			PHON	<b>E</b> 720 929-6086				
SIGNAT	URE			D	ATE 08	8/10/2011				EMAIL	gina.becker@anadarl	co.com			
	MBER ASSIGN 047518190			AI	PPROV	VAL				Perr	OCHALL nit Manager				

NBU 1022-2J Pad Drilling Program
1 of 7

# Kerr-McGee Oil & Gas Onshore. L.P.

### NBU 1022-2G4CS

Surface: 2375 FSL / 1639 FEL NWSE BHL: 2568 FNL / 1813 FEL SWNE

Section 2 T10S R22E

Uintah County, Utah Mineral Lease: ST UT ML 22651

### **ONSHORE ORDER NO. 1**

### **DRILLING PROGRAM**

# Estimated Tops of Important Geologic Markers: Estimated Depths of Anticipated Water, Oil, Gas, or Mineral Formations:

<u>Formation</u>	<u>Depth</u>	<u>Resource</u>
Uinta	0 - Surface	
Green River	1105	
Birds Nest	1368	Water
Mahogany	1736	Water
Wasatch	4169	Gas
Mesaverde	6419	Gas
MVU2	7348	Gas
MVL1	7965	Gas
TVD	8592	
TD	8631	

# 3. <u>Pressure Control Equipment</u> (Schematic Attached)

Please refer to the attached Drilling Program

### 4. <u>Proposed Casing & Cementing Program:</u>

Please refer to the attached Drilling Program

### 5. <u>Drilling Fluids Program:</u>

Please refer to the attached Drilling Program

## 6. <u>Evaluation Program</u>:

Please refer to the attached Drilling Program

NBU 1022-2J Pad Drilling Program 2 of 7

### 7. <u>Abnormal Conditions</u>:

Maximum anticipated bottom hole pressure calculated at 8592' TVD, approximately equals 5,499 psi 0.64 psi/ft = actual bottomhole gradient

Maximum Anticipated Bottom Hole Pressure (MABHP) = Pore Pressure at TD

Maximum anticipated surface pressure equals approximately 3,597 psi (bottom hole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot, per Onshore Order No. 2).

Per Onshore Order No. 2 - Max Anticipated Surf. Press.(MASP) = (Pore Pressure at next csg point-(0.22 psi/ft-partial evac gradient x TVD of next csg point))

### 8. Anticipated Starting Dates:

Drilling is planned to commence immediately upon approval of this application.

### 9. <u>Variances:</u>

Please refer to the attached Drilling Program. Onshore Order #2 – Air Drilling Variance

Kerr-McGee Oil & Gas Onshore LP (KMG) respectfully requests a variance to several requirements associated with air drilling outlined in Onshore Order 2

- Blowout Prevention Equipment (BOPE) requirements;
- · Mud program requirements; and
- Special drilling operation (surface equipment placement) requirements associated with air drilling.

This Standard Operating Practices addendum provides supporting information as to why KMG current air drilling practices for constructing the surface casing hole should be granted a variance to Onshore Order 2 air drilling requirements.

The reader should note that the air rig is used only to construct a stable surface casing hole through a historically difficult lost circulation zone. A conventional rotary rig follows the air rig, and is used to drill and construct the majority of the wellbore.

More notable, KMG has used the air rig layout and procedures outlined below to drill the surface casing hole in approximately 675 wells without incident of blow out or loss of life.

### Background

In a typical well, KMG utilizes an air rig for drilling the surface casing hole, an interval from the surface to surface casing depths, which varies in depth from 1,700 to 2,800 feet. The air rig drilling operation does not drill through productive or over pressured formations in KMG field, but does penetrate the Uinta and Green River Formations. The purpose of the air drilling operation is to overcome the severe loss circulation zone in the Green River known as the Bird's Nest while creating a stable hole for the surface casing. The surface casing hole is generally drilled to approximately 500 feet below the Bird's Nest.

NBU 1022-2J Pad Drilling Program
3 of 7

Before the surface air rig is mobilized, a rathole rig is utilized to set and cement conductor pipe through a competent surface formation. Generally, the conductor is set at 40 feet. In some cases, conductor may be set deeper in areas that the surface formation is not found competent. This rig also drills the rat and mouse holes in preparation for the surface casing and production string drilling operations.

The air rig is then mobilized to drill the surface casing hole by drilling a 11 inch hole to just above the Bird's Nest interval with an air hammer. The hammer is then tripped and replaced with a 11 inch tri-cone bit. The tri-cone bit is used to drill to the surface casing point, approximately 500 feet below the loss circulation zone (Bird's Nest). The 8-5/8 inch surface casing is then run and cemented in place, thereby isolating the lost circulation zone.

KMG fully appreciates Onshore Order 2 well control and safety requirements associated with a typical air drilling operations. However, the requirements of Onshore Order 2 are excessive with respect to the air rig layout and drilling operation procedures that are currently in practice to drill and control the surface casing hole in KMG Fields.

#### Variance for BOPE Requirements

The air rig operation utilizes a properly lubricated and maintained air bowl diverter system which diverts the drilling returns to a six-inch blooie line. The air bowl is the only piece of BOPE equipment which is installed during drilling operations and is sufficient to contain the air returns associated with this drilling operation. As was discussed earlier, the drilling of the surface hole does not encounter any over pressured or productive zones, and as a result standard BOPE equipment should not be required. In addition, standard drilling practices do not support the use of BOPE on 40 feet of conductor pipe.

### Variance for Mud Material Requirements

Onshore Order 2 also states that sufficient quantities of mud materials shall be maintained or readily accessible for the purpose of assuring adequate well control. Once again, the surface hole drilling operations does not encounter over pressured or productive intervals, and as a result there is not a need to control pressure in the surface hole with a mud system. Instead of mud, the air rigs utilize water from the reserve pit for well control, if necessary. A skid pump which is located near the reserve pit (see attachment) will supply the water to the well bore.

### Variance for Special Drilling Operation (surface equipment placement) Requirements

Onshore Order 2 requires specific safety distances or setbacks for the placement of associated standard air drilling equipment, wellbore, and reserve pits. The air rigs used to drill the surface holes are not typical of an air rig used to drill a producing hole in other parts of the US. These are smaller in nature and designed to fit a KMG location. The typical air rig layout for drilling surface hole in the field is attached.

Typically the blooie line discharge point is required to be 100 feet from the well bore. In the case of a KMG well, the reserve pit is only 45 feet from the rig and is used for the drill cuttings. The blooie line, which transports the drill cuttings from the well to the reserve pit, subsequently discharges only 45 feet from the well bore.

Typically the air rig compressors are required to be located in the opposite direction from the blooie line and a minimum of 100 feet from the well bore. At the KMG locations, the air rig compressors are approximately 40 feet from the well bore and approximately 60 feet from the blooie line discharge due to the unique air rig design. The air compressors (see attachment) are located on the rig (1250 cfm) and

NBU 1022-2J Pad Drilling Program
4 of 7

on a standby trailer (1170 cfm). A booster sits between the two compressors and boosts the output from 350 psi to 2000 psi. The design does put the booster and standby compressor opposite from the blooie line.

Lastly, Onshore Order 2 addresses the need for an automatic igniter or continuous pilot light on the blooie line. The air rig does not utilize an igniter as the surface hole drilling operation does not encounter productive formations.

### Conclusion

The air rig operating procedures and the attached air rig layout have effectively maintained well control while drilling the surface holes in KMG Fields. KMG respectfully requests a variance from Onshore Order 2 with respect to air drilling well control requirements as discussed above.

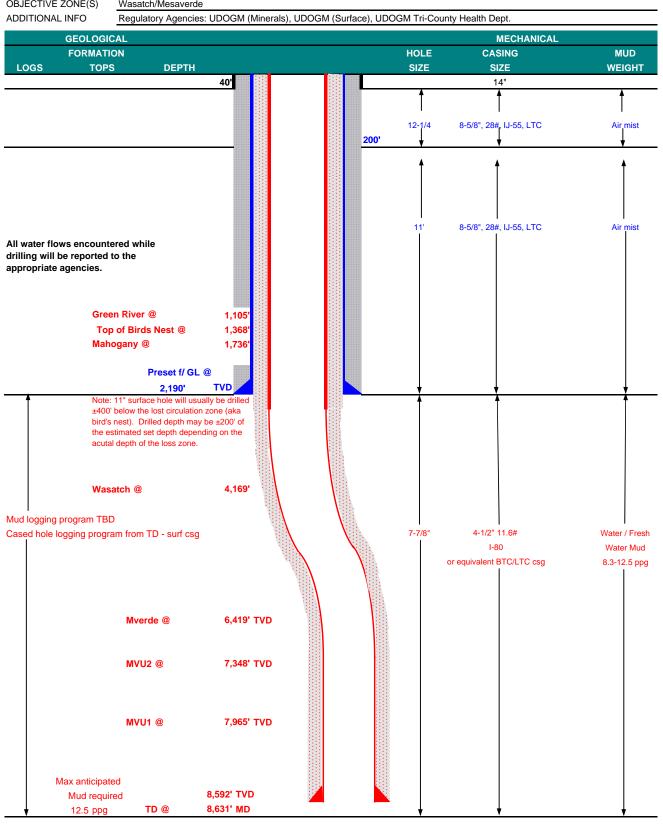
### 10. Other Information:

Please refer to the attached Drilling Program.



# KERR-McGEE OIL & GAS ONSHORE LP <u>DRILLING PROGRAM</u>

COMPANY NAME KERR-McGEE OIL & GAS ONSHORE LP DATE August 9, 2011 NBU 1022-2G4CS WELL NAME 8,592' TVD 8,631' MD TD COUNTY Uintah FINISHED ELEVATION **FIELD** Natural Buttes STATE Utah 5037.9 SURFACE LOCATION **NWSE** 2375 FSL 1639 FEL Sec 2 T 10S R 22E -109.402837 Latitude: 39.977250 Longitude: NAD 27 BTM HOLE LOCATION **SWNE** 2568 FNL 1813 FEL Sec 2 T 10S R 22E Latitude: 39.978242 -109.403459 NAD 27 Longitude: OBJECTIVE ZONE(S) Wasatch/Mesaverde





### **KERR-McGEE OIL & GAS ONSHORE LP**

**DRILLING PROGRAM** 

CASING PROGRAM	<u>//</u>								DESIGN	FACTORS	
										LTC	втс
	SIZE	INT	ERVAL	_	WT.	GR.	CPLG.	BURST	COLLA	PSE	TENSION
CONDUCTOR	14"	(	0-40'								
								3,390	1,880	348,000	N/A
SURFACE	8-5/8"	0	to	2,190	28.00	IJ-55	LTC	2.47	1.83	6.48	N/A
								7,780	6,350	279,000	367,000
PRODUCTION	4-1/2"	0	to	8,631	11.60	I-80	LTC/BTC	1.11	1.14	3.44	4.53

**Surface Casing:** 

(Burst Assumptions: TD = 12.5 ppg) 0.73 psi/ft = frac gradient @ surface shoe

Fracture at surface shoe with 0.1 psi/ft gas gradient above

(Collapse Assumption: Fully Evacuated Casing, Max MW) (Tension Assumptions: Air Weight of Casing\*Buoy.Fact. of water)

Production casing:

(Burst Assumptions: Pressure test with 8.4ppg @ 7000 psi) 0.64 psi/ft = bottomhole gradient

(Collapse Assumption: Fully Evacuated Casing, Max MW) (Tension Assumptions: Air Weight of Casing\*Buoy.Fact. of water)

### **CEMENT PROGRAM**

	FT. OF FILL	DESCRIPTION	SACKS	EXCESS	WEIGHT	YIELD
SURFACE LEAD	500'	Premium cmt + 2% CaCl	180	60%	15.80	1.15
Option 1		+ 0.25 pps flocele				
TOP OUT CMT (6 jobs)	1,200'	20 gals sodium silicate + Premium cmt	270	0%	15.80	1.15
		+ 2% CaCl + 0.25 pps flocele				
SURFACE		NOTE: If well will circulate water to	o surface,	option 2 wil	l be utilized	
Option 2 LEAD	1,690'	65/35 Poz + 6% Gel + 10 pps gilsonite	160	35%	11.00	3.82
		+ 0.25 pps Flocele + 3% salt BWOW				
TAIL	500'	Premium cmt + 2% CaCl	150	35%	15.80	1.15
		+ 0.25 pps flocele				
TOP OUT CMT	as required	Premium cmt + 2% CaCl	as req.		15.80	1.15
PRODUCTION LEAD	3,661'	Premium Lite II +0.25 pps	270	20%	11.00	3.38
		celloflake + 5 pps gilsonite + 10% gel				
		+ 0.5% extender				
TAIL	4,970'	50/50 Poz/G + 10% salt + 2% gel	1,180	35%	14.30	1.31
		+ 0.1% R-3				

<sup>\*</sup>Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

### **FLOAT EQUIPMENT & CENTRALIZERS**

SURFACE	Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring centralizers. Thread lock guide shoe
PRODUCTION	Float shoe, 1 jt, float collar. No centralizers will be used.

### **ADDITIONAL INFORMATION**

Test casing head to 750 psi after installing. Test surface casing to 1,500 psi prior to drilling out.

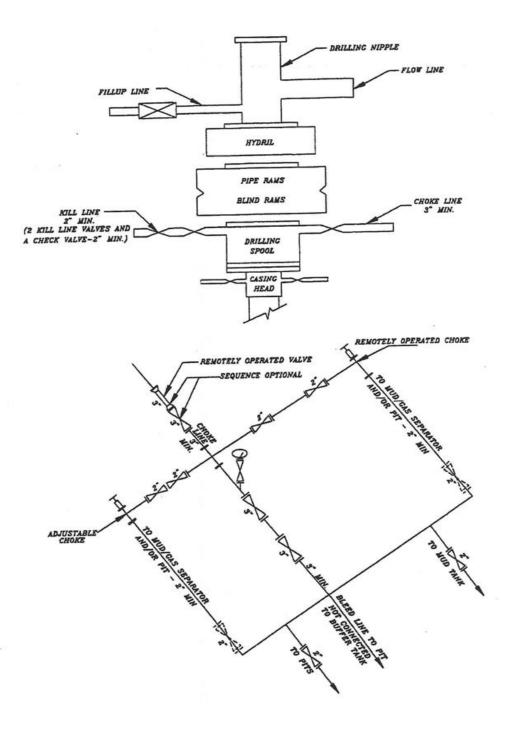
BOPE: 11" 5M with one annular and 2 rams. The BOPE will be installed before the production hole is drilled and tested to 5,000 psi (annular to 2,500 psi) prior to drilling out the surface casing shoe. Record on chart recorder and tour sheet. Function test rams on each trip. Maintain safety valve and inside BOP on rig floor at all times. Most rigs have top drives; however, if used, the Kelly is to be equipped with upper and lower kelly valves.

Surveys will be taken at 1,000' minimum intervals.	
Most rigs have PVT System for mud monitoring. If no PVT is available, visual monitoring will be utilized.	

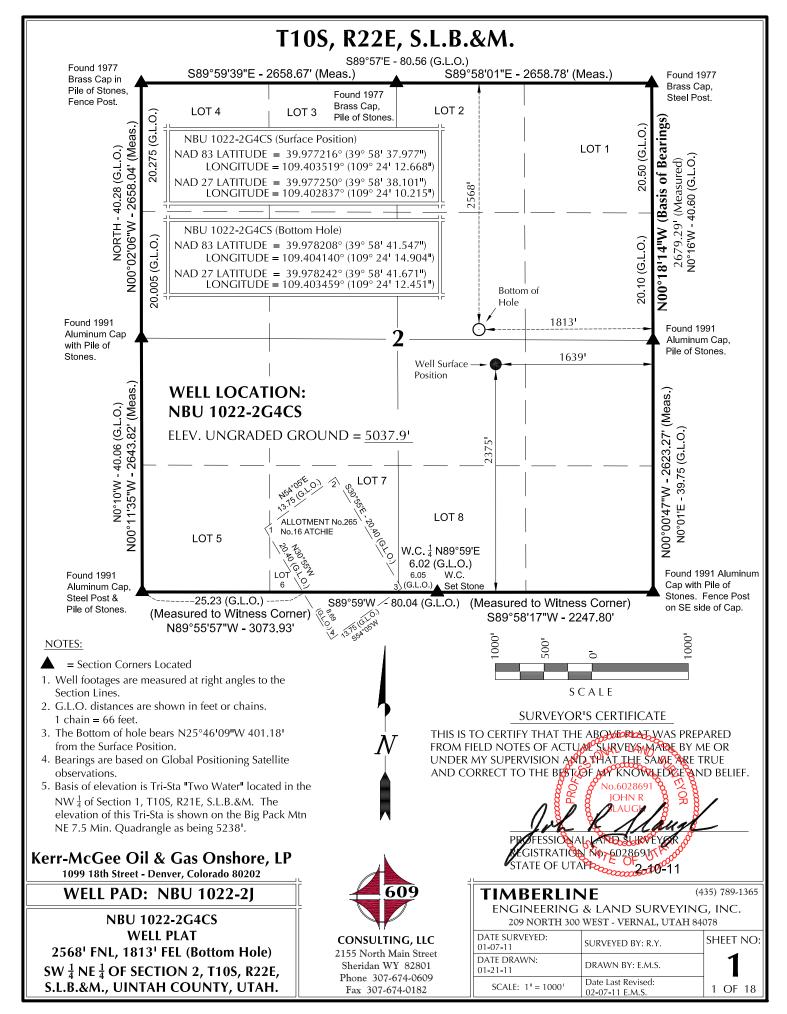
DRILLING ENGINEER:		DATE:	
	Nick Spence / Danny Showers		
DRILLING SUPERINTENDENT:		DATE:	
	Kenny Gathings / Lovel Young		

<sup>\*</sup>Substitute caliper hole volume plus 10% excess for TAIL if accurate caliper is obtained

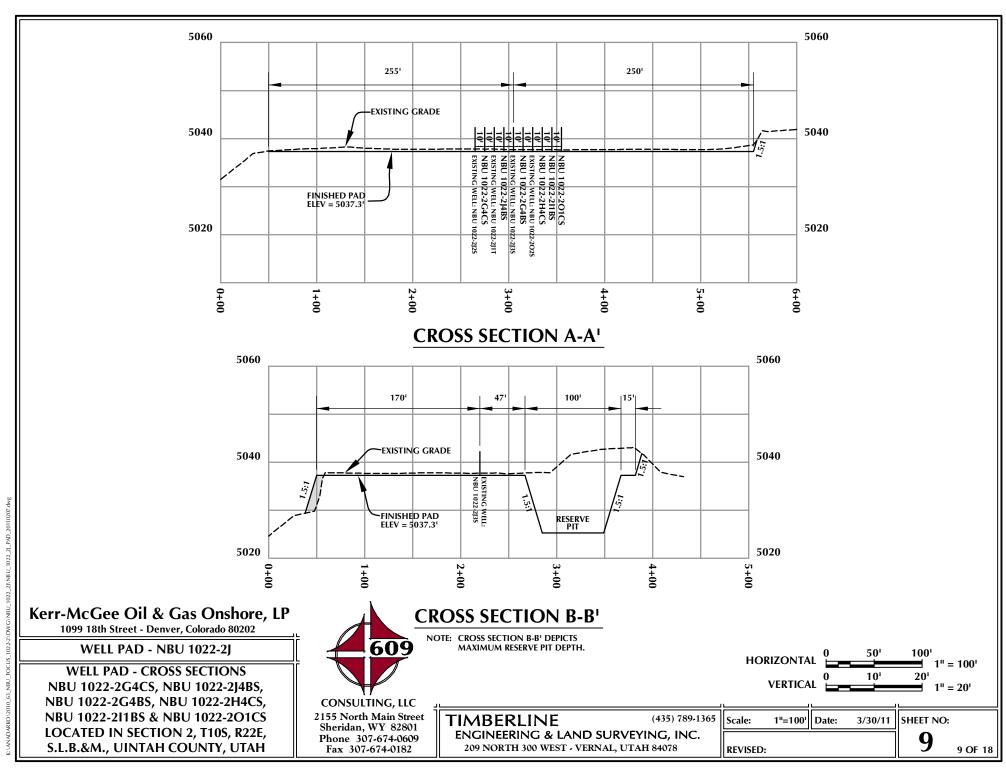
EXHIBIT A
NBU 1022-2G4CS



SCHEMATIC DIAGRAM OF 5,000 PSI BOP STACK



			SURFAC	POSITIO							вотт	OM HOLE		
WELL NAME	NAI LATITUDE	D83 LONGITU	IDE IA	NAI TITUDE	D27 LONGITU	IDE EC	OTAGES	LATIT	NAE	D83 LONGITUD	E 1/	NAD ATITUDE	27 LONGITUDE	FOOTAGES
NBU	39°58'37.977"	109°24'12.	.668" 39°5	8'38.101"	109°24'10.	215" 2	375' FSL	39°58'4	11.547"	109°24'14.90	4" 39°	58'41.671"	109°24'12.451'	
1022-2G4CS NBU	39.977216° 39°58'37.899"	109.40351 109°24'12.		77250° 8'38.022"	109.40283 109°24'09.		539' FEL 367' FSL	39.9782 39°58'3		109.404140° 109°24'14.87			<u>109.403459°</u> 109°24'12.424'	1813' FEL 1741' FSL
1022-2J4BS NBU	39.977194° 39°58'37.820"	109.40345 109°24'12.	3° 39.9	77228°	109.40277	2° 1	5211 FEL	39.9754 39°58'4	476°	109.404132° 109°24'14.93	39.9	975510°	109.403451° 109°24'12.484'	1811' FEL
1022-2G4BS	39.977172°	109.40338	8° 39.9	77207°	109.40270	6° 1	359' FSL 502' FEL	39.979°	116°	109.404149°	39.	979150°	109.403468°	1814' FEL
NBU 1022-2H4CS	39°58'37.742" 39.977151°	109°24'11. 109.40332		8'37.866" 77185°	109°24'09.		351' FSL 584' FEL	39°58'4 39.9786		109°23'57.96 109.399434°			109°23'55.509' 109.398753°	2406' FNL 493' FEL
NBU 1022-211BS	39°58'37.703" 39.977140°	109°24'11. 109.40329		8'37.827" 77174°	109°24'09. 109.40260	389" 2	347' FSL 575' FEL	39°58'3 39.977		109°23'57.94 109.399429°		58'40.044"	109°23'55.494' 109.398748°	
NBU	39°58'37.664"	109°24'11.	.725" 39°5	8'37.787"	109°24'09.	272" 2	343' FSL	39°58'2	21.892"	109°24'14.84	4" 39°	58'22.015"	109°24'12.391'	747' FSL
1022-2O1CS CIGE 10	39.977129° 39°58'38.437"	109.40325 109°24'12.		77163° 8'38.561"	109.40257 109°24'10.		566' FEL 422' FSL	39.9727	/48°	109.404123°	39.	972782°	109.403442°	1808' FEL
NBU	39.977344° 39°58'38.015"	109.40356 109°24'12.		77378° 8'38.139"	109.40288 109°24'10.		553' FEL 379' FSL	_						
1022-2J2S	39.977226°	109.40355	2° 39.9	77261°	109.402870	0° 1	548' FEL	-		.09	30'	-0		<b>.</b> 09
NBU 1022-2J1T	39°58'37.937" 39.977205°	109°24'12. 109.40348	6° 39.9	8'38.060" 77239°	109.40280		371' FSL 530' FEL							
NBU 1022-2 38	39°58'37.859" 39.977183°	109°24'12. 109.40342		8'37.983" 77217°	109°24'09.	-	363' FSL 512' FEL					SCALE		_
NBU 1022-2O2S	39°58'37.780" 39.977161°	109°24'12.	.077" 39°5	8'37.904" 77195°	109°24'09.	624" 2	355¹ FSL	-						
1022-2023	39.9//101	109.40335.			109.40267; COORDINA		593' FEL om Surface	Position	to Bott	om Hole				
WELL NAME	NORTH	EAST	WELL NA		ORTH	EAST	WELL	NAME	NOR			WELL NAMI	NORTH	EAST
NBU 1022-2G4CS	361.31	-174.4'	NBU 1022-2J4I	38 -	526.31	-190.0'	NBU 1022-2	2G4BS	708	.11 -213.	9'	NBU 1022-2H4CS	546.3	1,089.7
WELL NAME NBU	NORTH	EAST	WELL NA		ORTH	EAST			\z. to E>	kist. NBU 1022				40.21
1022-211BS	225.2	1,081.9'	1022-201	cs -1	,596.5'	-241.8		/ ~.					l.=113.23944° S W.H.=113.46	
Dry Hole below gra with meta BASIS OF E THE NE <sup>1</sup> / <sub>4</sub> C S.L.B.&M. ' GLOBAL P	the Existing C Marker has be de. Position de Il detector. BEARINGS IS T DF SECTION 2 WHICH IS TA OSITIONING TIONS TO BEA	CIGE 10 ben cut-off etermined  THE EAST L  THE	2E, 1 '14"W. =196.87		EVISTING WELL	NBU ING WELL	BU ING WELLS \\ \( \sigma \) \(	1022 VELL: NBU 1022-244CS	\\\ \{\text{20.185}\ \text{4z} \cdot \text{165}\ \text{65}\		N63°	2-63.375 12-30 E 170 Botto AZ=78.2 4'39 "E 0 Bottom	1218.91 1218.91 1218.91 1218.91 14417° 1105.131 11401e)	
	:	S16°52'2 AZ=	188.612	. / 0	5'	10' 10'	10' 10' 10'			`	Se c			\
	SO	08°36'46	ottom F "W - 1	614.75	5'-/			1		42	* 1 <sub>13</sub>	\$1'51"E 8.30250°		
	Gee Oil &					A .		/				.502500		/
1099 1	8th Street - De	nver, Color	ado 8020		_		609		 					35) 789-1365
WELL	8th Street - De LL PAD - . PAD INTE	nver, Color NBU 10 RFEREN	ado 8020: 022-2J CE PLA	z ′T	:		609		E	MBERI ENGINEERI 209 NORTI	LIN NG 8	<b>E</b> & land s		G, INC. 078
WELL WELLS - N	8th Street - De	NBU 10 RFEREN G4CS, NBU	CE PLA J 1022-2	T    4BS,			TING, LL		E	MBERI ENGINEERI 209 NORTI E SURVEYED:	LIN NG 8 1 300 V	<b>E</b> & land s	(4 SURVEYINO NAL, UTAH 84	G, INC. 078
WELL WELLS - N NBU NBU	8th Street - De LL PAD - PAD INTE NBU 1022-2C 1022-2G4BS, 1022-211BS 8	NBU 10 ERFEREN 64CS, NBU NBU 102 k NBU 102	CE PLA J 1022-2 J 1022-2 CE PLA J 22-244 CS 22-201	T  4BS,	215 Sł	5 North neridan '	TING, LL Main Stre WY 8280	eet 1	DATI 01-0	MBERI ENGINEERI 209 NORTI E SURVEYED: 7-11 E DRAWN:	NG &	<b>E</b> & LAND S vest - veri	GURVEYING NAL, UTAH 84 7: R.Y.	
WELL WELLS - N NBU NBU LOCA	8th Street - De LL PAD - PAD INTE NBU 1022-20 1022-2G4BS,	NBU 10 RFEREN G4CS, NBU NBU 102 K NBU 102 K NBU 2, T1	CE PLA J 1022-2 J-2-2H4CS 22-2O1C	T    4BS,	215 Sl Ph	5 North neridan ' none 30'	TING, LL Main Stre	eet 1 9	DATI 01-0 DATI 01-2	MBERI ENGINEERI 209 NORTI E SURVEYED: 7-11 E DRAWN:	LIN NG & 1 300 V	E & LAND S VEST - VERI	GURVEYING NAL, UTAH 84 7: R.Y. E.M.S. ised:	G, INC. 078



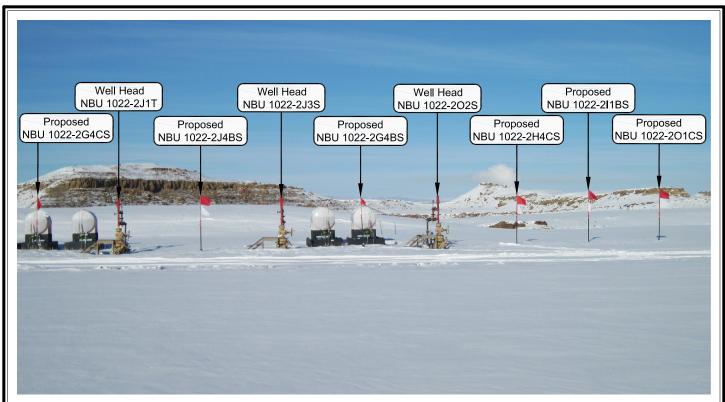


PHOTO VIEW: FROM CORNER 1 TO LOCATION STAKE

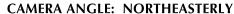




PHOTO VIEW: FROM EXISTING ACCESS ROAD

**CAMERA ANGLE: WESTERLY** 

### Kerr-McGee Oil & Gas Onshore, LP 1099 18th Street - Denver, Colorado 80202

# **WELL PAD - NBU 1022-2J**

**LOCATION PHOTOS** NBU 1022-2G4CS, NBU 1022-2J4BS, NBU 1022-2G4BS, NBU 1022-2H4CS, NBU 1022-211BS & NBU 1022-201CS LOCATED IN SECTION 2, T10S, R22E, S.L.B.&M., UINTAH COUNTY, UTAH.



### CONSULTING, LLC 2155 North Main Street Sheridan WY 82801 Phone 307-674-0609 Fax 307-674-0182

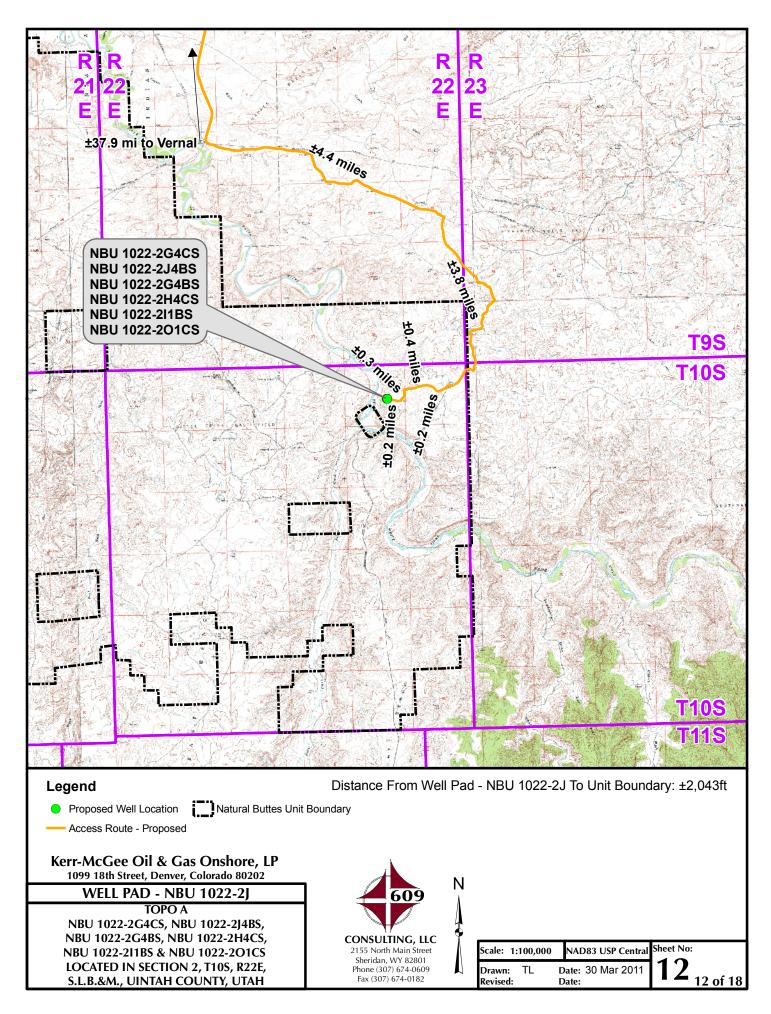
### TIMBERLINE

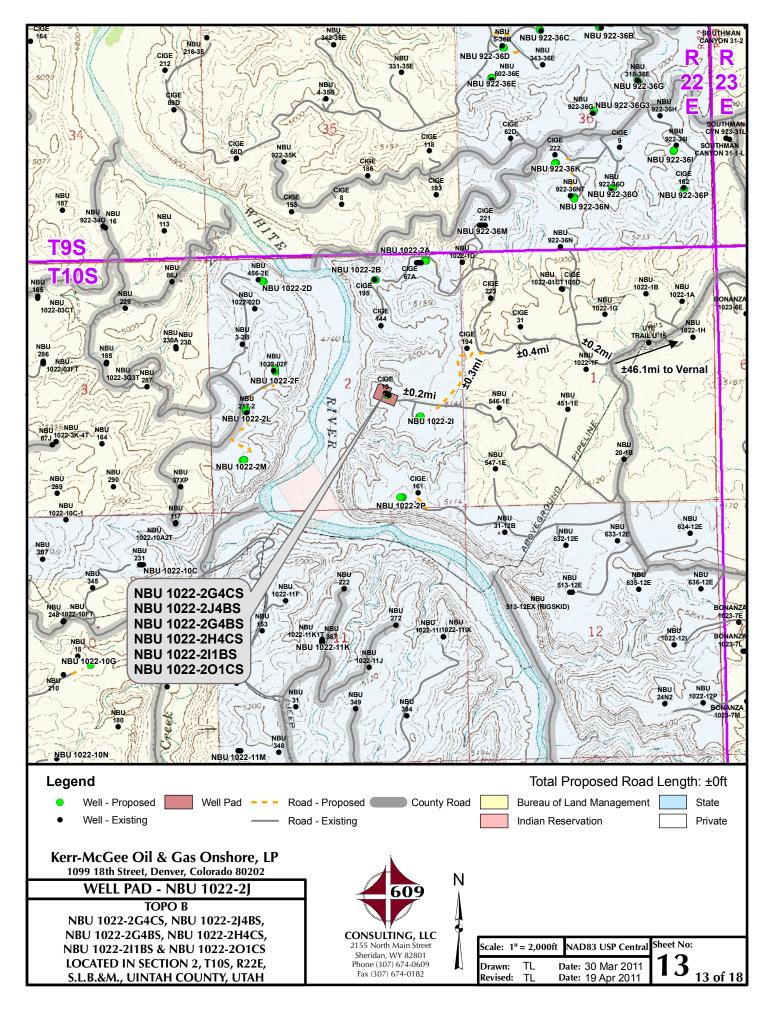
(435) 789-1365

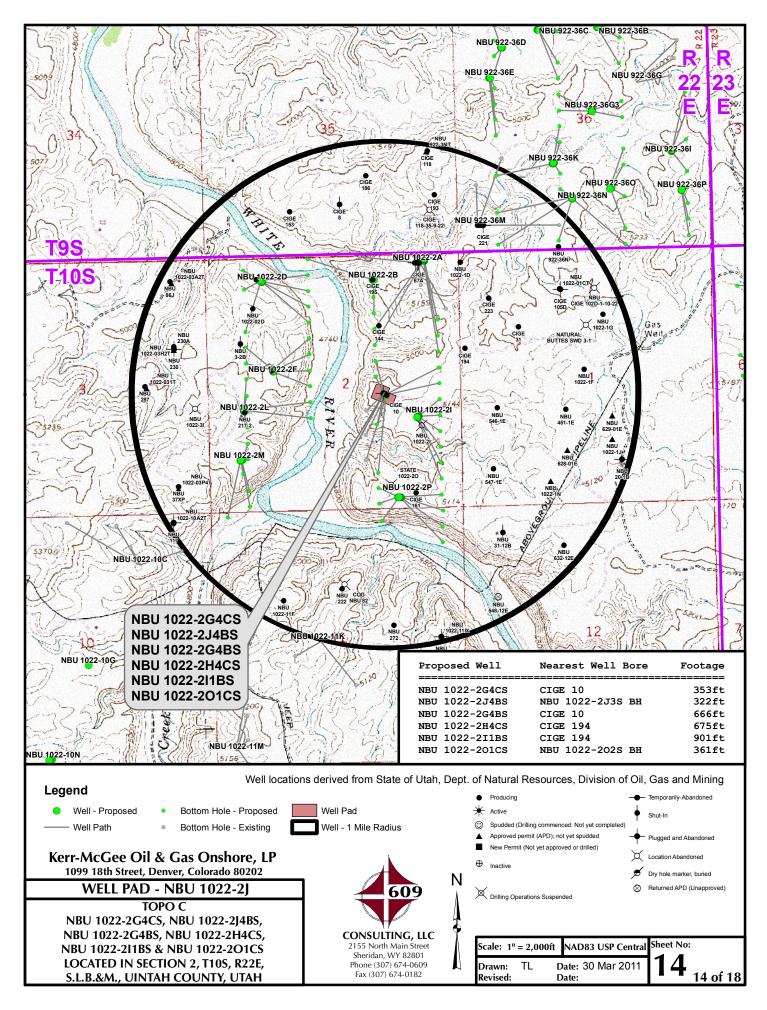
11 OF 18

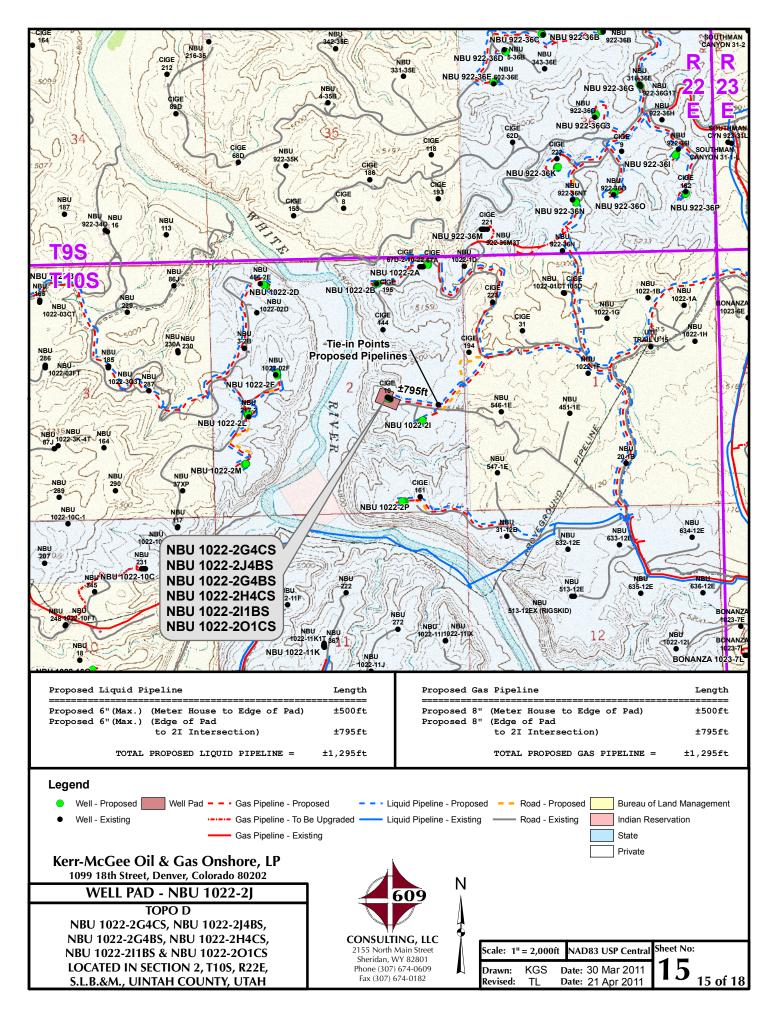
ENGINEERING & LAND SURVEYING, INC. 209 NORTH 300 WEST - VERNAL, UTAH 84078

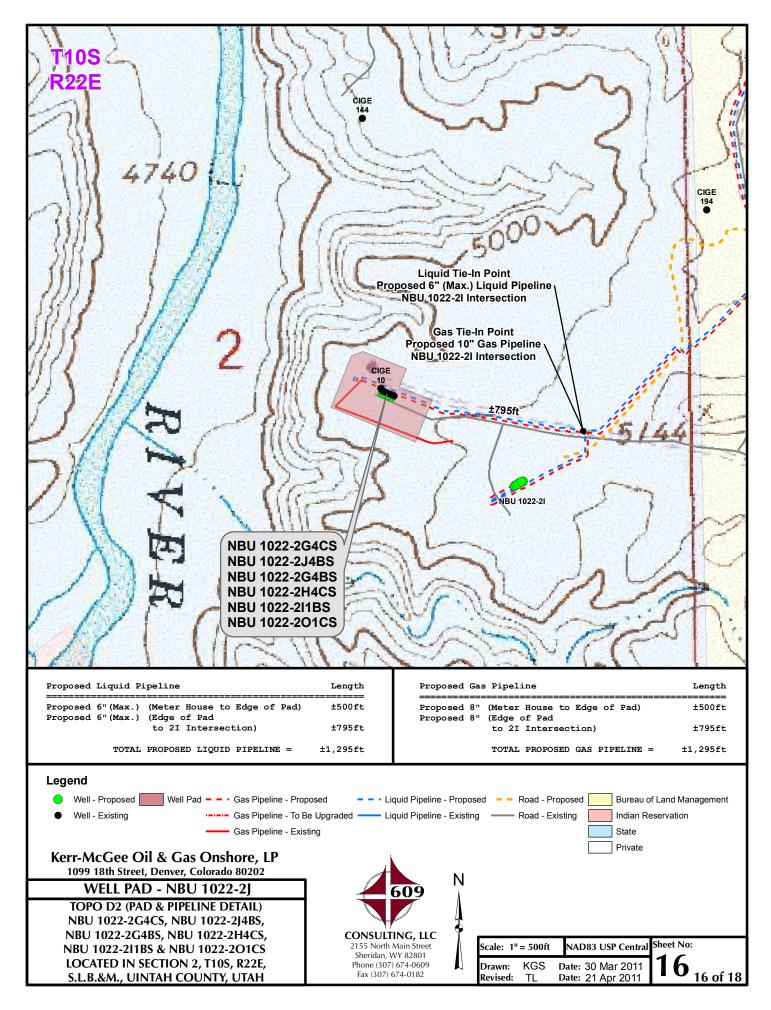
DATE PHOTOS TAKEN: 01-07-11	PHOTOS TAKEN BY: R.Y.	SHEET NO:
DATE DRAWN: 01-21-11	DRAWN BY: E.M.S.	11
Date Last Revised: 02-07-1	1 E.M.S.	11 OF 18

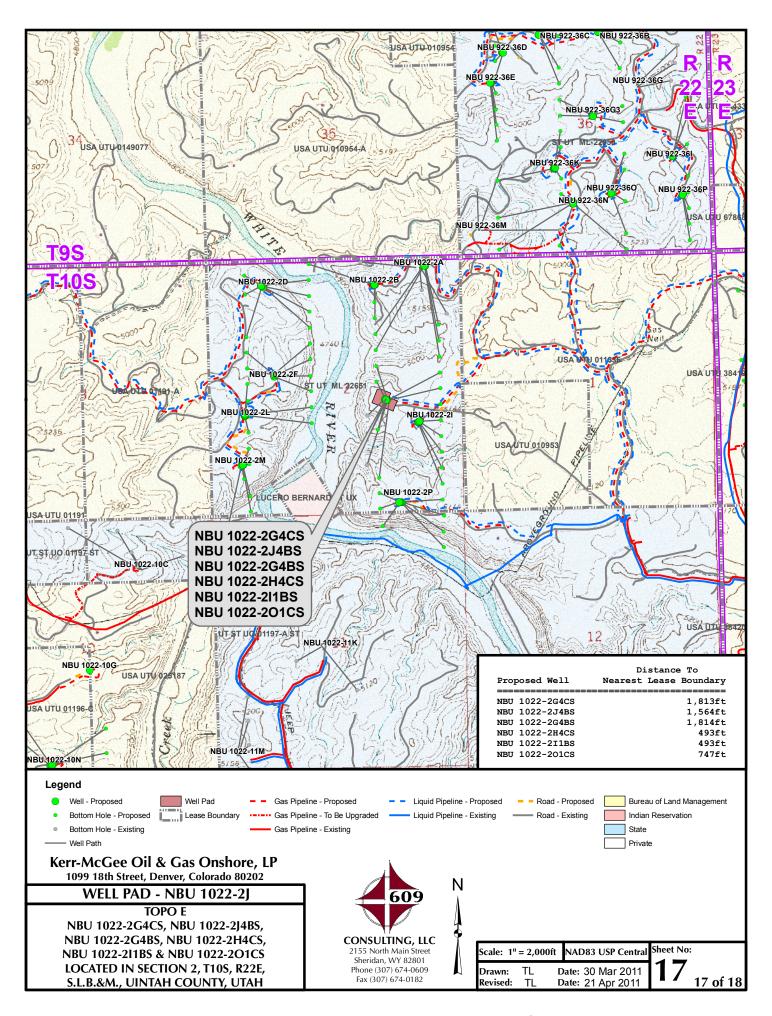












Kerr-McGee Oil & Gas Onshore, LP WELL PAD – NBU 1022-2J WELLS – NBU 1022-2G4CS, NBU 1022-2J4BS, NBU 1022-2G4BS, NBU 1022-2H4CS, NBU 1022-2I1BS & NBU 1022-2O1CS Section 2, T10S, R22E, S.L.B.&M.

From the intersection of U.S. Highway 40 and 500 East Street in Vernal, Utah, proceed in an easterly, then southerly direction along U.S. Highway 40 approximately 3.3 miles to the junction of State Highway 45. Exit right and proceed in a southerly direction along State Highway 45 approximately 20.2 miles to the junction of the Glen Bench Road (County B Road 3260). Exit right and proceed in a southwesterly direction along the Glen Bench Road approximately 14.4 miles to the intersection of the Fidlar Road (County B Road 3410) which road intersection is approximately 400 feet northeast of the Mountain Fuel Bridge at the White River. Exit left and proceed in a southeasterly direction along the Fidlar Road approximately 4.4 miles to the intersection of the Seven Sisters Road (County B Road 3420). Exit right and proceed in a southeasterly then southwesterly direction along the Seven Sisters Road approximately 3.8 miles to a service road to the west. Exit right and proceed in a westerly then northwesterly direction along the service road approximately 0.2 miles to a second service road to the northwest. Exit left and proceed in a northwesterly, then westerly direction along the second service road approximately 0.4 miles to a third service road to the southwest. Exit left and proceed in a southwesterly, then southerly direction along the third service road approximately 0.3 miles to a fourth service road to the west. Exit right and proceed in a westerly direction along the fourth service road approximately 0.2 miles to the proposed well location.

Total distance from Vernal, Utah to the proposed well location is approximately 47.2 miles in a southerly direction.

**SHEET 18 OF 18** 

API Well Number: 430475181900@oject: Uintah County, UT UTM12 Scientific Drilling

Rocky Mountain Operations

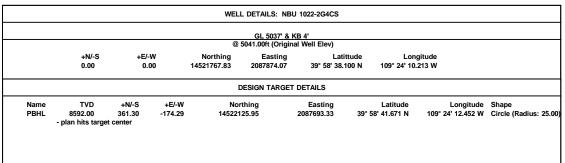
Vertical Section at 334.25° (1500 ft/in)

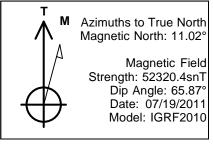
Site: NBU 1022-2J PAD Well: NBU 1022-2G4CS

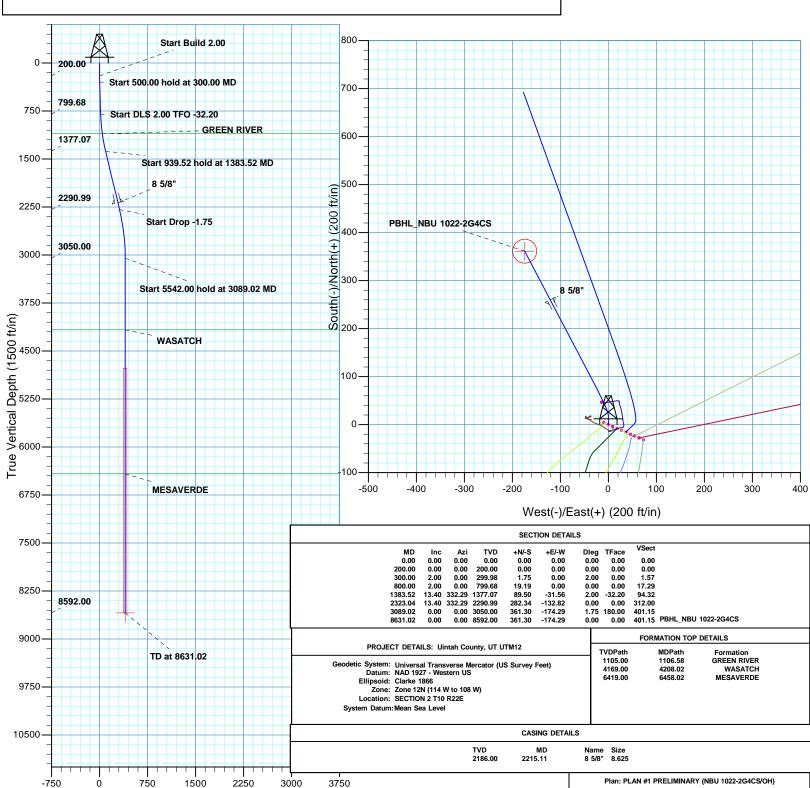
Wellbore: OH

Design: PLAN #1 PRELIMINARY









RECE

Created By: RobertScott Date: 16:05, July 19 2011



# **Kerr McGee Oil and Gas Onshore LP**

Uintah County, UT UTM12 NBU 1022-2J PAD NBU 1022-2G4CS

ОН

Plan: PLAN #1 PRELIMINARY

# **Standard Planning Report**

19 July, 2011



**RECEIVED:** August 10, 2011



# SDI Planning Report

MD Reference:

North Reference:



52,320

EDM5000-RobertS-Local Database:

Company: Kerr McGee Oil and Gas Onshore LP

**TVD Reference:** 

Well NBU 1022-2G4CS GL 5037' & KB 4'

Uintah County, UT UTM12 Project:

@ 5041.00ft (Original Well Elev)

GL 5037' & KB 4'

NBU 1022-2J PAD Site: Well: NBU 1022-2G4CS

@ 5041.00ft (Original Well Elev)

**Local Co-ordinate Reference:** 

Wellbore: ОН Design: PLAN #1 PRELIMINARY **Survey Calculation Method:** 

Minimum Curvature

65.87

334.25

Project Uintah County, UT UTM12

Map System:

Universal Transverse Mercator (US Survey Feet) System Datum: NAD 1927 - Western US

Mean Sea Level

Geo Datum: Zone 12N (114 W to 108 W) Map Zone:

NBU 1022-2J PAD, SECTION 2 T10 R22E Site

Northing: 14,521,767.83 usft Site Position: Latitude: 39° 58' 38.100 N From: Lat/Long Easting: 2,087,874.06 usft Longitude: 109° 24' 10.213 W

0.00 ft Slot Radius: 13.200 in **Grid Convergence:** 1.03° **Position Uncertainty:** 

Well NBU 1022-2G4CS, 2375 FSL 1639 FEL

IGRF2010

**Well Position** +N/-S 0.00 ft 14,521,767.83 usft 39° 58' 38.100 N Northing: Latitude:

109° 24' 10.213 W +E/-W 0.00 ft Easting: 2,087,874.06 usft Longitude: **Position Uncertainty** 0.00 ft Wellhead Elevation: **Ground Level:** 5.037.00 ft

ОН Wellbore Declination Field Strength Magnetics **Model Name** Sample Date Dip Angle (°) (°) (nT)

11.02

0.00

07/19/11

0.00

PLAN #1 PRELIMINARY Design **Audit Notes:** PLAN 0.00 Version: Phase: Tie On Depth: Vertical Section: Depth From (TVD) +N/-S +E/-W Direction (ft) (ft) (ft) (°)

0.00

Plan Sections										
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)	TFO (°)	Target
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
200.00	0.00	0.00	200.00	0.00	0.00	0.00	0.00	0.00	0.00	
300.00	2.00	0.00	299.98	1.75	0.00	2.00	2.00	0.00	0.00	
800.00	2.00	0.00	799.68	19.19	0.00	0.00	0.00	0.00	0.00	
1,383.52	13.40	332.29	1,377.07	89.50	-31.56	2.00	1.95	-4.75	-32.20	
2,323.04	13.40	332.29	2,290.99	282.34	-132.82	0.00	0.00	0.00	0.00	
3,089.02	0.00	0.00	3,050.00	361.30	-174.29	1.75	-1.75	0.00	180.00	
8,631.02	0.00	0.00	8,592.00	361.30	-174.29	0.00	0.00	0.00	0.00 F	BHL_NBU 1022-2G



# SDI Planning Report



EDM5000-RobertS-Local Database:

Company: Kerr McGee Oil and Gas Onshore LP

Project: Uintah County, UT UTM12

Site: NBU 1022-2J PAD Well: NBU 1022-2G4CS

Wellbore: ОН

Design: PLAN #1 PRELIMINARY Local Co-ordinate Reference:

**Survey Calculation Method:** 

TVD Reference:

North Reference:

GL 5037' & KB 4' @ 5041.00ft (Original Well Elev)

GL 5037' & KB 4' MD Reference:

@ 5041.00ft (Original Well Elev)

Minimum Curvature

Well NBU 1022-2G4CS

ned Survey									
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
0.00		0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
100.00		0.00	100.00	0.00	0.00	0.00	0.00	0.00	0.00
200.00		0.00	200.00	0.00	0.00	0.00	0.00	0.00	0.00
Start Build		0.00	000.00	4.75	0.00	4.57	0.00	0.00	0.00
300.00		0.00	299.98	1.75	0.00	1.57	2.00	2.00	0.00
	00 hold at 300.00 N		200.00	<b>5.04</b>	0.00	4.70	0.00	0.00	0.00
400.00	2.00	0.00	399.92	5.24	0.00	4.72	0.00	0.00	0.00
500.00		0.00	499.86	8.73	0.00	7.86	0.00	0.00	0.00
600.00		0.00	599.80	12.22	0.00	11.00	0.00	0.00	0.00
700.00		0.00	699.74	15.70	0.00	14.15	0.00	0.00	0.00
800.00		0.00	799.68	19.19	0.00	17.29	0.00	0.00	0.00
	2.00 TFO -32.20	242.00	000.54	04.40	0.00	00.40	2.00	4.04	40.44
900.00	3.84	343.89	899.54	24.16	-0.93	22.16	2.00	1.84	-16.11
1,000.00		338.38	999.18	32.07	-3.72	30.50	2.00	1.95	-5.51
1,100.00		335.66	1,098.48	42.92	-8.36	42.29	2.00	1.97	-2.73
1,106.58		335.52	1,105.00	43.73	-8.73	43.18	2.00	1.98	-2.00
GREEN RI									
1,200.00		334.03	1,197.31	56.69	-14.86	57.51	2.00	1.99	-1.60
1,300.00	11.74	332.95	1,295.55	73.36	-23.19	76.15	2.00	1.99	-1.08
1,383.52	13.40	332.29	1,377.07	89.50	-31.56	94.32	2.00	1.99	-0.79
Start 939.5	2 hold at 1383.52	MD							
1,400.00	13.40	332.29	1,393.10	92.89	-33.33	98.14	0.00	0.00	0.00
1,500.00		332.29	1,490.37	113.41	-44.11	121.31	0.00	0.00	0.00
1,600.00		332.29	1,587.65	133.93	-54.89	144.48	0.00	0.00	0.00
1,700.00	13.40	332.29	1,684.92	154.46	-65.67	167.65	0.00	0.00	0.00
1,800.00	13.40	332.29	1,782.20	174.98	-76.45	190.82	0.00	0.00	0.00
1,900.00	13.40	332.29	1,879.48	195.51	-87.22	213.99	0.00	0.00	0.00
2,000.00		332.29	1,976.75	216.03	-98.00	237.16	0.00	0.00	0.00
2,100.00		332.29	2,074.03	236.56	-108.78	260.33	0.00	0.00	0.00
2,200.00	13.40	332.29	2,171.30	257.08	-119.56	283.50	0.00	0.00	0.00
2,215.11 <b>8 5/8"</b>	13.40	332.29	2,186.00	260.18	-121.19	287.00	0.00	0.00	0.00
2,300.00	13.40	332.29	2,268.58	277.61	-130.34	306.67	0.00	0.00	0.00
2,323.04	13.40	332.29	2,290.99	282.34	-132.82	312.00	0.00	0.00	0.00
Start Drop	-1.75								
2,400.00		332.29	2,366.06	297.35	-140.71	328.95	1.75	-1.75	0.00
2,500.00	10.31	332.29	2,464.16	314.52	-149.72	348.34	1.75	-1.75	0.00
2,600.00	8.56	332.29	2,562.80	329.03	-157.34	364.71	1.75	-1.75	0.00
2,700.00		332.29	2,661.90	340.87	-163.56	378.08	1.75	-1.75	0.00
2,800.00	5.06	332.29	2,761.36	350.02	-168.36	388.40	1.75	-1.75	0.00
2,900.00		332.29	2,861.09	356.47	-171.76	395.69	1.75	-1.75	0.00
3,000.00	1.56	332.29	2,960.99	360.23	-173.73	399.94	1.75	-1.75	0.00
3,089.02		0.00	3,050.00	361.30	-174.29	401.15	1.75	-1.75	0.00
	.00 hold at 3089.02								
3,100.00		0.00	3,060.98	361.30	-174.29	401.15	0.00	0.00	0.00
3,200.00		0.00	3,160.98	361.30	-174.29	401.15	0.00	0.00	0.00
3,300.00		0.00	3,260.98	361.30	-174.29	401.15	0.00	0.00	0.00
3,400.00	0.00	0.00	3,360.98	361.30	-174.29	401.15	0.00	0.00	0.00
3,500.00		0.00	3,460.98	361.30	-174.29	401.15	0.00	0.00	0.00
3,600.00		0.00	3,560.98	361.30	-174.29	401.15	0.00	0.00	0.00
3,700.00	0.00	0.00	3,660.98	361.30	-174.29	401.15	0.00	0.00	0.00



# SDI Planning Report



EDM5000-RobertS-Local Database:

Company: Kerr McGee Oil and Gas Onshore LP

Project: Uintah County, UT UTM12

Site: NBU 1022-2J PAD Well: NBU 1022-2G4CS

Wellbore: ОН

Design: PLAN #1 PRELIMINARY Local Co-ordinate Reference:

**Survey Calculation Method:** 

TVD Reference:

MD Reference:

North Reference:

GL 5037' & KB 4' @ 5041.00ft (Original Well Elev)

GL 5037' & KB 4'

@ 5041.00ft (Original Well Elev)

True

Minimum Curvature

Well NBU 1022-2G4CS

nned Survey									
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
3,800.00	0.00	0.00	3,760.98	361.30	-174.29	401.15	0.00	0.00	0.00
3,900.00	0.00	0.00	3,860.98	361.30	-174.29	401.15	0.00	0.00	0.00
4,000.00	0.00	0.00	3,960.98	361.30	-174.29	401.15	0.00	0.00	0.00
4,100.00	0.00	0.00	4,060.98	361.30	-174.29	401.15	0.00	0.00	0.00
4,200.00	0.00	0.00	4,160.98	361.30	-174.29	401.15	0.00	0.00	0.00
4,208.02	0.00	0.00	4,169.00	361.30	-174.29	401.15	0.00	0.00	0.00
WASATCH	0.00	0.00	4 260 09	264.20	174.00	404.45	0.00	0.00	0.00
4,300.00	0.00	0.00	4,260.98	361.30	-174.29	401.15	0.00	0.00	0.00
4,400.00	0.00	0.00	4,360.98	361.30	-174.29	401.15	0.00	0.00	0.00
4,500.00	0.00	0.00	4,460.98	361.30	-174.29	401.15	0.00	0.00	0.00
4,600.00 4,700.00	0.00 0.00	0.00 0.00	4,560.98 4,660.98	361.30 361.30	-174.29 -174.29	401.15 401.15	0.00 0.00	0.00 0.00	0.00 0.00
4,800.00	0.00	0.00	4,760.98	361.30	-174.29	401.15	0.00	0.00	0.00
	0.00		4,860.98				0.00	0.00	0.00
4,900.00 5,000.00	0.00	0.00 0.00	4,860.98 4,960.98	361.30 361.30	-174.29 -174.29	401.15 401.15	0.00	0.00	0.00
5,100.00	0.00	0.00	5,060.98	361.30	-174.29	401.15	0.00	0.00	0.00
5,200.00	0.00	0.00	5,160.98	361.30	-174.29	401.15	0.00	0.00	0.00
5,300.00	0.00	0.00	5,260.98	361.30	-174.29	401.15	0.00	0.00	0.00
5,400.00	0.00	0.00	5,360.98	361.30	-174.29	401.15	0.00	0.00	0.00
5,500.00	0.00	0.00	5,460.98	361.30	-174.29	401.15	0.00	0.00	0.00
5,600.00	0.00	0.00	5,560.98	361.30	-174.29	401.15	0.00	0.00	0.00
5,700.00	0.00	0.00	5,660.98	361.30	-174.29	401.15	0.00	0.00	0.00
5,800.00	0.00	0.00	5,760.98	361.30	-174.29	401.15	0.00	0.00	0.00
5,900.00	0.00	0.00	5,860.98	361.30	-174.29	401.15	0.00	0.00	0.00
6,000.00	0.00	0.00	5,960.98	361.30	-174.29	401.15	0.00	0.00	0.00
6,100.00	0.00	0.00	6,060.98	361.30	-174.29	401.15	0.00	0.00	0.00
6,200.00 6,300.00	0.00 0.00	0.00 0.00	6,160.98 6,260.98	361.30 361.30	-174.29 -174.29	401.15 401.15	0.00 0.00	0.00 0.00	0.00 0.00
6,400.00	0.00	0.00	6,360.98	361.30	-174.29	401.15	0.00	0.00	0.00
6,458.02	0.00	0.00	6,419.00	361.30	-174.29	401.15	0.00	0.00	0.00
MESAVERD 6,500.00	e 0.00	0.00	6,460.98	261 20	174 20	401.15	0.00	0.00	0.00
6,600.00	0.00	0.00 0.00	6,560.98	361.30 361.30	-174.29 -174.29	401.15	0.00	0.00	0.00
6,700.00	0.00	0.00	6,660.98	361.30	-174.29	401.15	0.00	0.00	0.00
6,800.00	0.00	0.00	6.760.98	361.30	-174.29	401.15	0.00	0.00	0.00
6,900.00	0.00	0.00	6,860.98	361.30	-174.29 -174.29	401.15	0.00	0.00	0.00
7,000.00	0.00	0.00	6,960.98	361.30	-174.29	401.15	0.00	0.00	0.00
7,100.00	0.00	0.00	7,060.98	361.30	-174.29	401.15	0.00	0.00	0.00
7,200.00	0.00	0.00	7,160.98	361.30	-174.29	401.15	0.00	0.00	0.00
7,300.00	0.00	0.00	7,260.98	361.30	-174.29	401.15	0.00	0.00	0.00
7,400.00	0.00	0.00	7,360.98	361.30	-174.29	401.15	0.00	0.00	0.00
7,500.00	0.00	0.00	7,460.98	361.30	-174.29	401.15	0.00	0.00	0.00
7,600.00	0.00	0.00	7,560.98	361.30	-174.29	401.15	0.00	0.00	0.00
7,700.00	0.00	0.00	7,660.98	361.30	-174.29	401.15	0.00	0.00	0.00
7,800.00	0.00	0.00	7,760.98	361.30	-174.29	401.15	0.00	0.00	0.00
7,900.00	0.00	0.00	7,860.98	361.30	-174.29	401.15	0.00	0.00	0.00
8,000.00	0.00	0.00	7,960.98	361.30	-174.29	401.15	0.00	0.00	0.00
8,100.00 8,200.00	0.00 0.00	0.00 0.00	8,060.98 8,160.98	361.30 361.30	-174.29 -174.29	401.15 401.15	0.00 0.00	0.00 0.00	0.00 0.00
8,300.00	0.00	0.00	8,260.98	361.30	-174.29	401.15	0.00	0.00	0.00
8,400.00 8,500.00	0.00 0.00	0.00 0.00	8,360.98 8,460.98	361.30 361.30	-174.29 -174.29	401.15 401.15	0.00 0.00	0.00 0.00	0.00 0.00



# SDI Planning Report



Database: Company:

Project:

EDM5000-RobertS-Local

Kerr McGee Oil and Gas Onshore LP

Uintah County, UT UTM12

Site: Well: NBU 1022-2J PAD NBU 1022-2G4CS

Wellbore: ОН

Design: PLAN #1 PRELIMINARY Local Co-ordinate Reference:

**Survey Calculation Method:** 

TVD Reference:

MD Reference:

North Reference:

Well NBU 1022-2G4CS GL 5037' & KB 4'

@ 5041.00ft (Original Well Elev)

GL 5037' & KB 4'

@ 5041.00ft (Original Well Elev)

True

Minimum Curvature

Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
0.00 0.00	0.00 0.00	8,560.98 8,592.00	361.30 361.30	-174.29 -174.29	401.15 401.15	0.00 0.00	0.00 0.00	0.00 0.00
	(°)	(°) (°) 0.00 0.00	Inclination (°)         Azimuth (°)         Depth (ft)           0.00         0.00         8,560.98	Inclination (°)         Azimuth (°)         Depth (ft)         +N/-S (ft)           0.00         0.00         8,560.98         361.30	Inclination (°)         Azimuth (°)         Depth (ft)         +N/-S (ft)         +E/-W (ft)           0.00         0.00         8,560.98         361.30         -174.29	Inclination (°)         Azimuth (°)         Depth (ft)         +N/-S (ft)         +E/-W (ft)         Section (ft)           0.00         0.00         8,560.98         361.30         -174.29         401.15	Inclination (°)         Azimuth (°)         Depth (ft)         +N/-S (ft)         +E/-W (ft)         Section (ft)         Rate (°/100ft)           0.00         0.00         8,560.98         361.30         -174.29         401.15         0.00	Inclination (°)         Azimuth (°)         Depth (ft)         +N/-S (ft)         +E/-W (ft)         Section (ft)         Rate (°/100ft)         Rate (°/100ft)           0.00         0.00         8,560.98         361.30         -174.29         401.15         0.00         0.00

Design Targets									
Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (ft)	+N/-S (ft)	+E/-W (ft)	Northing (usft)	Easting (usft)	Latitude	Longitude
PBHL_NBU 1022-2G4C - plan hits target cen - Circle (radius 25.00		0.00	8,592.00	361.30	-174.29	14,522,125.96	2,087,693.33	39° 58′ 41.671 N	109° 24' 12.452 W

Casing Points						
	Measured	Vertical		Casing	Hole	
	Depth	Depth		Diameter	Diameter	
	(ft)	(ft)	Name	(in)	(in)	
	2,215.11	2,186.00 8 5/8"		8.625	11.000	

Formations							
	Measured Depth (ft)	Vertical Depth (ft)	Name	Lithology	Dip (°)	Dip Direction (°)	
	1,106.58	1,105.00	GREEN RIVER				
	4,208.02	4,169.00	WASATCH				
	6,458.02	6,419.00	MESAVERDE				

Plan Annotations				
Measured	Vertical	Local Coor	dinates	
Depth (ft)	Depth (ft)	+N/-S (ft)	+E/-W (ft)	Comment
200.00	200.00	0.00	0.00	Start Build 2.00
300.00	299.98	1.75	0.00	Start 500.00 hold at 300.00 MD
800.00	799.68	19.19	0.00	Start DLS 2.00 TFO -32.20
1,383.52	1,377.07	89.50	-31.56	Start 939.52 hold at 1383.52 MD
2,323.04	2,290.99	282.34	-132.82	Start Drop -1.75
3,089.02	3,050.00	361.30	-174.29	Start 5542.00 hold at 3089.02 MD
8,631.02	8,592.00	361.30	-174.29	TD at 8631.02

NBU 1022-2G4BS/ 1022-2G4CS/ 1022-2H4CS/ 1022-2I1BS 1022-2J4BS/ 1022-2O1CS

Surface Use Plan of Operations 1 of 9

	NBU 1022-2G4BS	_	
Surface:	2359 FSL / 1602 FEL	NWSE	Lot
BHL:	2237 FNL / 1814 FEL	SWNE	Lot
	NBU 1022-2G4CS		
Surface:	2375 FSL / 1639 FEL	NWSE	Lot
BHL:	2568 FNL / 1813 FEL	SWNE	Lot
	NBU 1022-2H4CS		
Surface:	2351 FSL / 1584 FEL	NWSE	Lot
BHL:	2406 FNL / 493 FEL	SENE	Lot
	NBU 1022-2I1BS		
Surface:	2347 FSL / 1575 FEL	NWSE	Lot
BHL:	2572 FSL / 493 FEL	NESE	Lot
	NBU 1022-2J4BS		
Surface:	2367 FSL / 1621 FEL	NWSE	Lot
BHL:	1741 FSL / 1811 FEL	NWSE	Lot
	NBU 1022-201CS		
Surface:	2343 FSL / 1566 FEL	NWSE	Lot
BHL:	747 FSL / 1808 FFL	SWSE	Lot 8
	747 T3L7 T000 TLL	JVVJL	LUIO

Pad: NBU 1022-2J PAD Section 2 T10S R22E Mineral Lease: ST UT ML 22651

Uintah County, Utah

Operator: Kerr-McGee Oil & Gas Onshore LP

This SUPO contains surface operating procedures for Kerr-McGee Oil & Gas Onshore LP (KMG), a wholly owned subsidiary of Anadarko Petroleum Corporation (APC) pertaining to actions that involve the State of Utah School and Institutional Trust Lands Administration (SITLA) in the development of minerals leased to APC/KMG (including but not limited to, APDs/SULAs/ROEs/ROWs and/or easements.)

See associated Utah Division of Oil, Gas, and Mining (UDOGM) Form 3(s), plats, maps, and other attachments for site-specific information on projects represented herein.

NBU 1022-2G4BS/ 1022-2G4CS/ 1022-2H4CS/ 1022-2I1BS 1022-2J4BS/ 1022-2O1CS

Surface Use Plan of Operations 2 of 9

In accordance with Utah Oil & Gas Conservation Rule R649-3-11 pertaining to Directional Drilling, these wells will be directionally drilled. Refer to Topo Map A for directions to the location and Topo Maps A and B for location of access roads within a 2-mile radius.

### A. Existing Roads:

Existing roads consist of county and improved/unimproved lease roads. KMG will maintain existing roads in a condition that is the same as or better than before operations began and in a safe and usable condition. Maintenance of existing roads will continue until final abandonment and reclamation of well pads and/or other facilities. The road maintenance may include, but is not limited to, blading, ditching, culvert installation/cleanout, surfacing, and dust control.

Typically, roads, gathering lines and electrical distribution lines will occupy common disturbance corridors and roadways will be used as working space. All disturbances located in the same corridor will overlap each other to the maximum extent possible; in no case will the maximum disturbance width of the access road and utility corridors exceed 50', unless otherwise approved.

### **B.** Planned Access Roads:

No new access road is proposed. (see Topo Map B). Applicable Uintah County encroachment and/or pipeline crossing permits will be obtained prior to construction/development. No other pipelines will be crossed at this location.

If there are roads that are new or to be reconstructed, they will be located, designed, and maintained to meet the standards of SITLA and other commonly accepted Best Management Practices (BMPs). If a new road/corridor were to cross a water of the United States, KMG will adhere to the requirements of applicable Nationwide or Individual Permits of the Department of Army Corps of Engineers.

During the onsite, turnouts, major cut and fills, culverts, bridges, gates, cattle guards, low water crossings, or modifications needed to existing infrastructure/facilities were determined, as applicable, are typically shown on attached Exhibits and Topo maps.

## C. Location of Existing and Proposed Facilities:

This pad will expand on existing 4 single wells. The NBU 1022-2J1T well location is a vertical producing well according to Utah Division of Oil, Gas and Mining (UDOGM) records as of June 2, 2011. The NBU 1022-2J2S well location is a directional producing well according to UDOGM records as of June 2, 2011. The NBU 1022-2J3S well location is a directional producing well according to UDOGM records as of June 2, 2011. The NBU 1022-2O2S well location is a directional producing well according to UDOGM records as of June 2, 2011.

Production facilities (see Well Pad Design Summary and Facilities Diagram):

Production facilities will be installed on the disturbed portion of the well pad and may include bermed components (typically excluding dehy's and/or separators) that contain fluids (i.e. production tanks, produced liquids tanks). The berms will be constructed of compacted subsoil or corrugated metal, impervious, designed to hold 110% of the

NBU 1022-2G4BS/ 1022-2G4CS/ 1022-2H4CS/ 1022-2I1BS 1022-2J4BS/ 1022-2O1CS

Surface Use Plan of Operations 3 of 9

capacity of the largest tank, and be independent of the back cut. All permanent (on-site six months or longer) above ground structures constructed or installed, including pumping units, will be painted a flat, non-reflective, earth-tone color chosen at the onsite in coordination with SITLA.

### **Gathering Facilities:**

The following pipeline transmission facilities will apply if the well is productive (see Topo D):

The total gas gathering (steel line pipe with fusion bond epoxy coating) pipeline distances from the meter to the tie in point is  $\pm 1,295$ ' and the individual segments are broken up as follows:

±500' (0.09 miles) –New 8" buried gas pipeline from the meter to the edge of the pad. Please refer to Topo D2 - Pad and Pipeline Detail.

±795' (0.15 miles) –New 8" buried gas pipeline from the edge of pad to the tie-in at the proposed 1022-2I Intersection 10" gas pipeline. Please refer to Topo D2 - Pad and Pipeline Detail.

The total liquid gathering pipeline distance from the separator to the tie in point is  $\pm 1,295$ ' and the individual segments are broken up as follows:

 $\pm 500'$  (0.09 miles) –New 6" buried liquid pipeline from the separator to the edge of the pad. Please refer to Topo D2 - Pad and Pipeline Detail.

±795' (0.15 miles) –New 6" buried liquid pipeline from the edge of pad to the tie-in at the proposed 1022-2I Intersection 6" liquid pipeline. Please refer to Topo D2- Pad and Pipeline Detail.

The liquid gathering lines will be made of polyethylene or a composite polyethylene/steel or polyethylene/fiberglass that is not subject to internal or external pipe corrosion. The content of the produced fluids to be transferred by the liquid gathering system will be approximately 92% produced water and 8% condensate. Trunk line valve connections for the water gathering system will be below ground but accessible from the surface in order to prevent freezing during winter time.

The proposed pipelines will be buried and will include gas gathering and liquid gathering pipelines in the same trench. Where the pipeline is adjacent to the road or well pad, the road and/or well pad will be utilized for construction activities and staging. KMG requests a permanent 30' right-of-way adjacent to the road for life-of-project for maintenance, repairs, and/or upgrades, no additional right-of-way will be needed beyond the 30'. Where the pipeline is not adjacent to the road or well pad, KMG requests a temporary 45' construction right-of-way 30' permanent right-of-way.

The proposed trench width for the pipeline would range from 18-48 inches and will be excavated to a depth of 48 to 60 inches of normal soil cover or 24 inches of cover in consolidated rock. During construction blasting may occur along the proposed right-of-way where trenching equipment cannot cut into the bedrock. Large debris and rocks removed from the earth during trenching and blasting that could not be returned to the trench would be distributed evenly and naturally in the project area. The proposed pipelines will be pressure tested pneumatically (depending on size) or with fluids (either fresh or produced). If fluids are used, there will be no discharge to the surface.

NBU 1022-2G4BS/ 1022-2G4CS/ 1022-2H4CS/ 1022-2I1BS 1022-2J4BS/ 1022-2O1CS

Surface Use Plan of Operations 4 of 9

Pipeline signs will be installed along the right-of-way to indicate the pipeline proximity and ownership, as well as to provide emergency contact phone numbers. Above ground valves, T's, and/or cathodic protection will be installed at various locations for connection, corrosion prevention and/or for safety purposes.

### D. Location and Type of Water Supply:

Water for drilling purposes will be obtained from one of the following sources:

- Dalbo Inc.'s underground well located in Ouray, Utah, Sec. 32 T4S R3E, Water User Claim number 43-8496, application number 53617.
- Price Water Pumping Inc. Green River and White River, various sources, Water Right Number 49-1659, application number: a35745.

Water will be hauled to location over the roads marked on Maps A and B.

No water well is to be drilled on this lease.

## E. Source of Construction Materials:

Construction operations will typically be completed with native materials found on location. If needed, construction materials that must be imported to the site (mineral material aggregate, soils or materials suitable for fill/surfacing) will be obtained from a nearby permitted source and described in subsequent Sundry requests. No construction materials will be removed from State lands without prior approval from SITLA.

### F. Methods for Handling Waste Materials:

Should the well be productive, produced water will be contained in a water tank and will be transported by pipeline and/or truck to an approved disposal sites facilities and/or Salt Water Disposal (SWD) injection well. Currently, those facilities are:

RNI in Sec. 5 T9S R22E

Ace Oilfield in Sec. 2 T6S R20E MC&MC in Sec. 12 T6S R19E

Pipeline Facility in Sec. 36 T9S R20E

Goat Pasture Evaporation Pond in SW/4 Sec. 16 T10S R22E

Bonanza Evaporation Pond in Sec. 2 T10S R23E

Ouray #1 SWD in Sec. 1 T9S R21E NBU 159 SWD in Sec. 35 T9S R21E CIGE 112D SWD in Sec. 19 T9S R21E CIGE 114 SWD in Sec. 34 T9S R21E NBU 921-34K SWD in Sec. 34 T9S R21E

NBU 921-33F SWD in Sec. 33 T9S R21E NBU 921-34L SWD in Sec. 34 T9S R21E

NBU 1022-2G4BS/ 1022-2G4CS/ 1022-2H4CS/ 1022-2I1BS 1022-2J4BS/ 1022-2O1CS

Surface Use Plan of Operations 5 of 9

Drill cuttings and/or fluids will be contained in the reserve/frac pit. Cuttings will be buried in pit(s) upon closure. Unless otherwise approved, no oil or other oil-based drilling additives, chromium/metals-based, or saline muds will be used during drilling. Only fresh water (as specified above), biodegradable polymer soap, bentonite clay, and/or non-toxic additives will be used in the mud system.

Pits will be constructed to minimize the accumulation of surface runoff. Should fluid hydrocarbons be encountered during drilling, completions or well testing, product will either be contained in test tanks on the well site or evacuated by vacuum trucks and transported to an approved disposal/sales facility. Should petroleum hydrocarbons unexpectedly be released into a pit, they will be removed as soon as practical but in no case will they remain longer than 72 hours unless an alternate is approved by SITLA. Should timely removal prove infeasible, the pit will be netted with mesh no larger than 1 inch until such time as hydrocarbons can be removed. Hydrocarbon removal will also take place prior to the closure of the pit, unless authorization is provided for disposal via alternative pit closure methods (e.g. solidification.)

The reserve and/or fracture stimulation pit will be lined with a synthetic material 20 mil or thicker, The liner will be installed over smooth fill subgrade that is free of pockets, loose rocks, or other materials (i.e. sand, sifted dirt, bentonite, straw, etc.) that could damage the liner. Any additional pits necessary for subsequent operations, such as temporary flare or workover pits, will be contained within the originally approved well pad and disturbance boundaries. Such temporary pits will be backfilled and reclaimed within 180 days of completion of work at a well location.

For the protection of livestock and wildlife, all open pits and cellars will be fenced/covered to prevent wildlife or livestock entry. Total height of pit fencing will be at least 42 inches and corner posts will be cemented and/or braced in such a manner as to keep the fence tight at all times. Standard steel, wood, or pipe posts shall be used between the corner braces. Maximum distance between any 2 fence posts shall be no greater than 16 feet.

Pits containing drilling cuttings, mud, and/or completions fluids will be allowed to dry. Any free fluids remaining after after six (6) months from reaching total depth, date of completion, and/or determination of inactivity will be removed (as weather conditions allow) to an approved site and the pit reclaimed. Additional drying methods may include fly-ash solidification or sprinkler evaporation. Installation and operation of any sprinklers, pumps, and equipment will ensure that water spray or mist does not drift. Reserve pit liners will be cut off or folded as near to the mud surface as possible and as safety considerations allow and buried on location.

No garbage or non-exempt substances as defined by Resource Conservation and Recovery Act (RCRA) subtitle C will be placed in the reserve pit. All refuse generated during construction, drilling, completion, and well testing activities will be contained in an enclosed receptacle, removed from the drill locations promptly, and transported to an approved disposal facility.

Portable, self-contained chemical toilets and/or sewage processing facilities will be provided for human waste disposal. Upon completion of operations, or as required, the toilet holding tanks will be pumped and the contents disposed of in an approved sewage disposal facility. All applicable regulations pertaining to disposal of human and solid waste will be observed.

NBU 1022-2G4BS/ 1022-2G4CS/ 1022-2H4CS/ 1022-2I1BS 1022-2J4BS/ 1022-2O1CS

Surface Use Plan of Operations 6 of 9

Any undesirable event, including accidental release of fluids, or release in excess of reportable quantities, will be managed according to the notification requirements of UDOGMs "Reporting Oil and Gas Undesirable Events" rule. Where State wells are participatory to a Federal agreement, according to NTL-3A, the appropriate Federal agencies will be notified.

### **Materials Management**

Hazardous materials above reportable quantities will not be produced by drilling or completing proposed wells or constructing the pipelines/facilities. The term "hazardous materials" as used here means: (1) any substance, pollutant, or containment listed as hazardous under the Comprehensive Environmental Response, Compensation, and Liability Act (CERCLA) of 1980, as amended 42 U.S.C. 9601 et seq., and the regulations issued under CERCLA; and (2) any hazardous waste as defined in RCRA of 1976, as amended. In addition, no extremely hazardous substance, as defined in 40 CFR 355, in threshold planning quantities, would be used, produced, stored, transported, or disposed of while producing any well.

Chemicals subject to reporting under Title III of the Superfund Amendments and Reauthorization Act (SARA) in quantities of 10,000 pounds or more may be produced and/or stored at production facilities and may be kept in limited quantities on drilling sites and well locations for short periods of time during drilling or completion activities.

### G. Ancillary Facilities:

None are anticipated.

### H. Well Site Layout (see Well Pad Design Summary):

The location, orientation and aerial extent of each drill pad; reserve/completion/flare pit; access road ingress/egress points, drilling rig, dikes/ditches, existing wells/infrastructure; proposed cuts and fills; and topsoil and spoil material stockpile locations are depicted on the exhibits for each project, where applicable. Site-specific conditions may require slight deviation in actual equipment and facility layout; however, the area of disturbance, as described in the survey, will not be exceeded.

Coordinates are provided in the National Spatial Reference System, North American Datum, 1927 (NAD27) or latest edition. Distances are depicted on each plat to the nearest two adjacent section lines.

### I. Plans for Reclamation of the Surface:

Surface reclamation will be undertaken in two phases: interim and final. Interim reclamation is conducted following well completion and extends through the period of production. This reclamation is for the area of the well pad that is not required for production activities. Final reclamation is conducted following well plugging/conversion and/or facility abandonment processes.

Reclamation activities in both phases may include but is not limited to the re-contouring or re-configuration of topographic

NBU 1022-2G4BS/ 1022-2G4CS/ 1022-2H4CS/ 1022-2I1BS 1022-2J4BS/ 1022-2O1CS

Surface Use Plan of Operations 7 of 9

surfaces, restoration of drainage systems, segregation of spoils materials, minimizing surface disturbance, re-evaluating backfill requirements, pit closure, topsoil redistribution, soil treatments, seeding and weed control.

### **Interim Reclamation**

Interim reclamation includes pit closure, re-contouring (where possible), soil bed preparation, topsoil placement, seeding, and/or weed control.

Interim re-contouring involves bringing all construction material from cuts and fills back onto the well pad and site and reestablishing the natural contours where desirable and practical. Fill and stockpiled spoils no longer necessary to the operation will be spread on the cut slopes and covered with stockpiled topsoil. All stockpiled top soils will be used for interim reclamation where practical to maintain soil viability. Where possible, the land surface will be left "rough" after re-contouring to ensure that the maximum surface area will be available to support the reestablishment of vegetative cover.

A reserve pit, upon being allowed to dry, will be backfilled and compacted with cover materials that are void of any topsoil, vegetation, large stones, rocks or foreign objects. Soils that are moisture laden, saturated, or partially/completely frozen will not be used for backfill or cover. The pit area will be mounded to allow for settling and to promote positive surface drainage away from the pit.

### **Final Reclamation**

Final reclamation will be performed for newly drilled unproductive wells and/or at the end of the life of a productive well. As soon as practical after the conclusion of drilling and testing operations, unproductive drill holes will be plugged and abandoned (P&A). Site and road reclamation will commence following plugging. In no case will reclamation at non-producing locations be initiated later than six (6) months from the date a well is plugged. A joint inspection of the disturbed area to be reclaimed may be requested by KMG. The primary purpose of this inspection will be to review the existing conditions, or agree upon a revised final reclamation and abandonment plan. A Notice of Intent to Abandon will be filed for final recommendations regarding surface reclamation.

After plugging, all wellhead equipment that is no longer needed will be removed, and the well site will be reclaimed. Final contouring will blend with and follow as closely as practical the natural terrain and contours of the original site and surrounding areas. After re-contouring, final grading will be conducted over the entire surface of the well site and access road. Where practical, the area will be ripped to a depth of 18 to 24 inches on 18 to 24-inch centers and surface materials will be pitted with small depressions to form longitudinal depressions 12 to 18 inches deep perpendicular to the natural flow of water.

All unnecessary surface equipment and structures (e.g. cattle guards) and water control structures (e.g. culverts, drainage pipes) not needed to facilitate successful reclamation will be removed during final reclamation. Roads that will be ripped to a depth of 18 inches where practical, re-contoured to approximate the original contour of the ground and seeded.

Upon successfully completing reclamation of a P&A location, a Final Abandonment Notice will be submitted to UDOGM.

NBU 1022-2G4BS/ 1022-2G4CS/ 1022-2H4CS/ 1022-2I1BS 1022-2J4BS/ 1022-2O1CS

Surface Use Plan of Operations 8 of 9

### Seeding and Measures Common to Interim and Final Reclamation

Reclaimed areas may be fenced to exclude grazing and encourage re-vegetation.

On slopes where severe erosion can become a problem and the use of machinery is not practical, seed will be hand broadcast and raked with twice the specified amount of seed. The slope will be stabilized using materials specifically designed to prevent erosion on steep slopes and hold seed in place so vegetation can become permanently established. These materials will include, but are not limited to, erosion control blankets and bonded fiber matrix at a rate to achieve a minimum of 80 percent soil coverage.

Seeding will occur year-round as conditions allow. Seed mixes appropriate to the native plant community as determined and specified for each project location based on the site specific soils will be used for re-vegetation. The site specific seed mix will be provided by SITLA.

## J. Surface/Mineral Ownership:

SITLA 675 East 500 South, Suite 500 Salt Lake City, UT 84102

### L. Other Information:

None

NBU 1022-2G4BS/ 1022-2G4CS/ 1022-2H4CS/ 1022-2I1BS 1022-2J4BS/ 1022-2O1CS

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### M. Lessee's or Operators' Representative & Certification:

Gina T. Becker Regulatory Analyst II Kerr-McGee Oil & Gas Onshore LP PO Box 173779 Denver, CO 80217-3779 (720) 929-6086 Tommy Thompson General Manager, Drilling Kerr-McGee Oil & Gas Onshore LP PO Box 173779 Denver, CO 80217-3779 (720) 929-6724

Certification: All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice to Lessees.

The Operator will be fully responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

Kerr-McGee Oil & Gas Onshore LP is considered to be the operator of the subject well. Kerr-McGee Oil & Gas Onshore LP agrees to be responsible under terms and conditions of the lease for the operations conducted upon leased lands.

Bond coverage for State lease activities is provided by State Surety Bond 22013542, and for applicable Federal lease activities and pursuant to 43 CFR 3104, by Bureau of Land Management Nationwide Bond WYB000291.

I hereby certify that I, or persons under my supervision, have inspected the proposed drill site and access route, that I am familiar with the conditions that currently exist; that I have full knowledge of the State and Federal laws applicable to this operation; that the statements made in this plan are, to the best of my knowledge, true and correct; and the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or the company I represent, am responsible for operations conducted under this application. These statements are subject to the provisions of 18 U.S.C. 1001 for the filing of false statements.

I: OBehr	August 10, 2011
Gina T.Becker	Date



Joseph D. Johnson 1099 18TH STREET STE. 1800 • DENVER, CO 80202 720-929-6708 • FAX 720-929-7708 E-MAIL: JOE.JOHNSON@ANADARKO.COM

August 4, 2011

Ms. Diana Mason Division of Oil, Gas and Mining P.O. Box 145801 Salt Lake City, UT 84114-6100

Re: Directional Drilling R649-3-11

NBU 1022-2G4CS

T10S-R22E

Section 2: NWSE

Surface: 2375' FSL, 1639' FEL

T10S-R22E

Section 2: SWNE

Bottom Hole: 2568' FNL, 1813' FEL

Uintah County, Utah

Dear Ms. Mason:

Pursuant to the filing of Kerr-McGee Oil & Gas Onshore LP's (Kerr-McGee) Application for Permit to Drill regarding the above referenced well, we are hereby submitting this letter in accordance with Oil & Gas Conservation Rule R649-3-11 pertaining to the Exception to Location and Siting of Wells.

- Kerr-McGee's NBU 1022-2G4CS is located within the Natural Buttes Unit area.
- Kerr-McGee is permitting this well as a directional well in order to minimize surface disturbance. Locating the well at the surface location and directionally drilling from this location, Kerr-McGee will be able to utilize the existing road and pipelines in the area.
- Furthermore, Kerr-McGee certifies that it is the sole working interest owner within 460 feet of the entire directional well bore.

Therefore, based on the above stated information Kerr-McGee Oil & Gas Onshore LP requests the permit be granted pursuant to R649-3-11.

Sincerely,

KERR-MCGEE OIL & GAS ONSHORE LP

Joseph D. Johnson Landman

## **United States Department of the Interior**

#### BUREAU OF LAND MANAGEMENT

Utah State Office
P.O. Box 45155
Salt Lake City, Utah 84145-0155

IN REPLY REFER TO: 3160 (UT-922)

August 19, 2011

Memorandum

To: Assistant District Manager Minerals, Vernal District

From: Michael Coulthard, Petroleum Engineer

Subject: 2011 Plan of Development Natural Buttes Unit

Uintah County, Utah.

Pursuant to email between Diana Whitney, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management, the following wells are planned for calendar year 2011 within the Natural Buttes Unit, Uintah County, Utah.

API # WELL NAME LOCATION

(Proposed PZ WASATCH-MESA VERDE)

#### **NBU 1022-11F PAD**

43-047-51797 NBU 1022-11C2CS Sec 11 T10S R22E 1860 FNL 1499 FWL BHL Sec 11 T10S R22E 0370 FNL 1365 FWL 43-047-51799 NBU 1022-11C3DS Sec 11 T10S R22E 1852 FNL 1505 FWL BHL Sec 11 T10S R22E 1268 FNL 1726 FWL 43-047-51800 NBU 1022-11D1CS Sec 11 T10S R22E 1868 FNL 1493 FWL BHL Sec 11 T10S R22E 0576 FNL 0818 FWL 43-047-51801 NBU 1022-11F2DS Sec 11 T10S R22E 1844 FNL 1512 FWL BHL Sec 11 T10S R22E 1622 FNL 1625 FWL **NBU 1022-11G2 PAD** 43-047-51802 NBU 1022-11B4CS Sec 11 T10S R22E 1627 FNL 2594 FEL BHL Sec 11 T10S R22E 1238 FNL 1803 FEL 43-047-51813 NBU 1022-11B4BS Sec 11 T10S R22E 1633 FNL 2601 FEL BHL Sec 11 T10S R22E 0908 FNL 1804 FEL 43-047-51815 NBU 1022-11B1CS Sec 11 T10S R22E 1639 FNL 2609 FEL BHL Sec 11 T10S R22E 0577 FNL 1805 FEL 43-047-51817 NBU 1022-C4AS Sec 11 T10S R22E 1645 FNL 2617 FEL BHL Sec 11 T10S R22E 0825 FNL 2462 FWL 43-047-51818 NBU 1022-11C4CS Sec 11 T10S R22E 1651 FNL 2625 FEL BHL Sec 11 T10S R22E 1071 FNL 2131 FWL

API #	WELL NAME		LOCATION	
(Proposed PZ )	WASATCH-MESA VERDE	2)		
43-047-51855	NBU 1022-11F4AS BHL		10S R22E 1657 10S R22E 2138	
<b>NBU 1022-2A PAD</b> 43-047-51803	NBU 1022-2G1CS		10S R22E 0165 10S R22E 1905	
43-047-51807	NBU 1022-2G1BS BHL		10S R22E 0164 10S R22E 1573	
43-047-51808 1	NBU 1022-2H1BS BHL		10s R22E 0167 10s R22E 1410	
43-047-51812	NBU 1022-2H1CS BHL		10s R22E 0166 10s R22E 1743	
			10S R22E 0165 10S R22E 2074	
<b>NBU 1022-11G4 PA</b> 43-047-51805 1	NBU 1022-11A4CS		10s R22E 2411 10s R22E 1075	
43-047-51814	NBU 1022-11H1BS BHL		10s R22E 2405 10s R22E 1406	
43-047-51822	NBU 1022-11G4CS BHL		10s R22E 2435 10s R22E 2559	
43-047-51823	NBU 1022-11G1BS BHL		10s R22E 2423 10s R22E 1568	
43-047-51837	NBU 1022-11G1CS BHL		10S R22E 2417 10S R22E 1954	
	BHL		10s R22E 2429 10s R22E 2229	
<b>NBU 1022-21 PAD</b> 43-047-51809 1	NBU 1022-2I4CS		10s R22E 1886 10s R22E 1576	
43-047-51810 1	NBU 1022-2P1BS BHL		10s R22E 1881 10s R22E 1245	
43-047-51824	NBU 1022-2I1CS BHL		10s R22E 1895 10s R22E 2240	
43-047-51829 1	NBU 1022-214BS BHL		10s R22E 1890 10s R22E 1909	
43-047-51838 1	NBU 1022-2P4BS BHL		10S R22E 1872 10S R22E 0581	
43-047-51852	NBU 1022-2P1CS BHL		10S R22E 1877 10S R22E 0913	
<b>NBU 1022-2B PAD</b> 43-047-51811	NBU 1022-2B1CS		10S R22E 0544 10S R22E 0579	

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API #	WE:	LL NAME		LO	CATIO	N		
(Proposed PZ	WASA	ATCH-MESA VERD	歪)					
43-047-51827	NBU	1022-2B4CS BHL			R22E R22E			
43-047-51828	NBU	1022-2B4BS BHL			R22E R22E			
		1022-2C1BS BHL						
<b>NBU 1022-11J PA</b> 43-047-51816		1022-11K4BS BHL			R22E R22E			
43-047-51843	NBU	1022-11J1CS BHL			R22E R22E			
		1022-11J1BS BHL			R22E R22E			
<b>NBU 1022-2J PAC</b> 43-047-51819		1022-2G4CS BHL			R22E R22E		-	
43-047-51820	NBU	1022-2H4CS BHL			R22E R22E			
43-047-51844	NBU	1022-2J4BS BHL			R22E R22E			
43-047-51845	NBU	1022-201CS BHL			R22E R22E			
43-047-51847	NBU	1022-2I1BS BHL			R22E R22E		-	
		1022-2G4BS BHL			R22E R22E			
<b>NBU 1022-01 PAI</b> 43-047-51821		1022-1101CS BHL			R22E R22E			
43-047-51831	NBU	1022-1104CS BHL			R22E R22E			
43-047-51832	NBU	1022-11P1BS BHL			R22E R22E			
43-047-51833	NBU	1022-11P4BS BHL			R22E R22E			
43-047-51836	NBU	1022-12M1BS BHL			R22E R22E			
43-047-51856	NBU	1022-1104BS BHL			R22E R22E			

API # WELL NAME LOCATION

(Proposed PZ WASATCH-MESA VERDE)

<b>NBU 1022-11I1 P</b>		1022-11I1CS	Sec	11	т10s	R22E	2545	FSI.	0532	FEI.
13 017 31031	IVDO					R22E				
43-047-51835	NBU	1022-12L1CS BHL				R22E R22E		_		
43-047-51857	NBU					R22E R22E		_		
43-047-51858	NBU	1022-11H4CS BHL				R22E R22E				
43-047-51861	NBU	1022-12L1BS BHL				R22E R22E		_		
43-047-51863	NBU					R22E R22E		_		
<b>NBU 1022-2P PAD</b> 43-047-51839						R22E R22E		_		
43-047-51841	NBU					R22E R22E		_		
43-047-51842	NBU					R22E R22E		_		
43-047-51846	NBU	1022-204CS BHL				R22E R22E		_		
43-047-51848	NBU	1022-11A4BS BHL				R22E R22E		_		
43-047-51849	NBU	1022-204BS BHL				R22E R22E				
43-047-51850	_					R22E R22E		_		
<b>NBU 1022-14A PA</b> 43-047-51840		1022-11P4CS BHL				R22E R22E				
43-047-51860	NBU	1022-12M1CS BHL				R22E R22E				
43-047-51868	NBU	1022-12M4BS BHL				R22E R22E				
43-047-51870	NBU	1022-12M4CS BHL				R22E R22E				
<b>NBU 1022-1102 P</b> 43-047-51859		1022-11K4CS BHL				R22E R22E				

Page 5

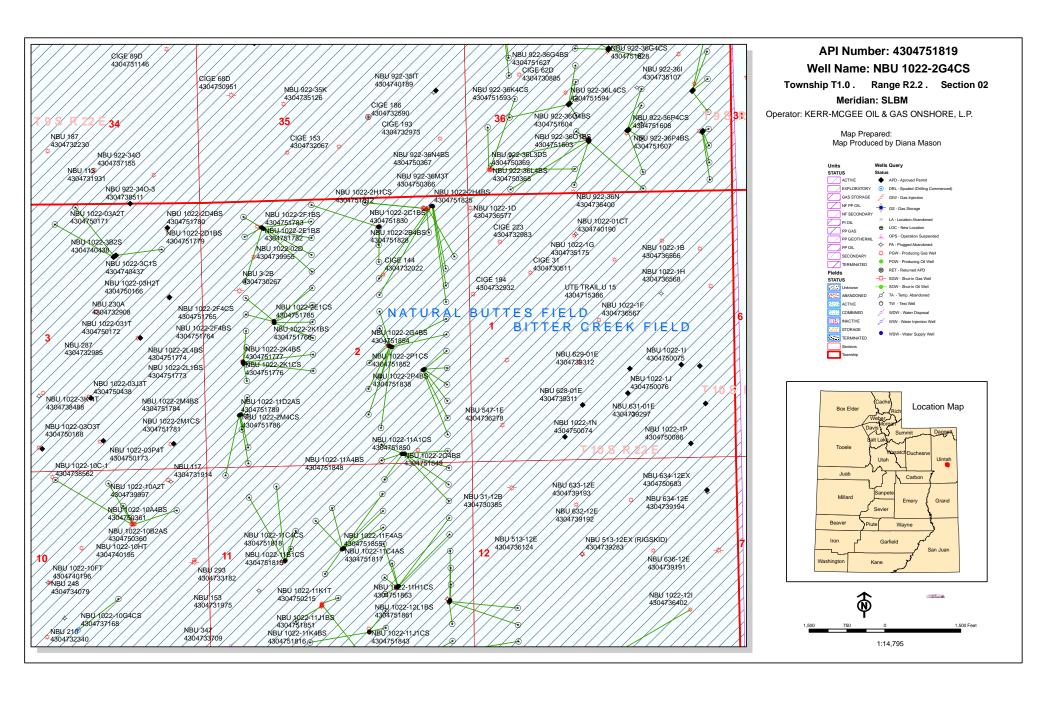
API # WELL NAME LOCATION (Proposed PZ WASATCH-MESA VERDE) 43-047-51862 NBU 1022-11N1BS Sec 11 T10S R22E 1094 FSL 2377 FEL BHL Sec 11 T10S R22E 1111 FSL 2105 FWL 43-047-51864 NBU 1022-11N1CS Sec 11 T10S R22E 1085 FSL 2382 FEL BHL Sec 11 T10S R22E 0801 FSL 2127 FWL 43-047-51865 NBU 1022-11N4BS Sec 11 T10S R22E 1077 FSL 2387 FEL BHL Sec 11 T10S R22E 0462 FSL 2127 FWL 43-047-51867 NBU 1022-11N4CS Sec 11 T10S R22E 1068 FSL 2392 FEL BHL Sec 11 T10S R22E 0146 FSL 2084 FWL 43-047-51869 NBU 1022-1102AS Sec 11 T10S R22E 1111 FSL 2367 FEL BHL Sec 11 T10S R22E 1102 FSL 1964 FEL **NBU 1022-11I3 PAD** 43-047-51866 NBU 1022-11I4BS Sec 11 T10S R22E 1489 FSL 0996 FEL BHL Sec 11 T10S R22E 1774 FSL 0485 FEL BHL Sec 11 T10S R22E 1443 FSL 0497 FEL 43-047-51872 NBU 1022-12L4BS Sec 11 T10S R22E 1479 FSL 0996 FEL BHL Sec 12 T10S R22E 1739 FSL 0823 FWL 43-047-51873 NBU 1022-12L4CS Sec 11 T10S R22E 1469 FSL 0996 FEL BHL Sec 12 T10S R22E 1408 FSL 0824 FWL This office has no objection to permitting the wells at this

This office has no objection to permitting the wells at this time.



bcc: File - Natural Buttes Unit
 Division of Oil Gas and Mining
 Central Files
 Agr. Sec. Chron
 Fluid Chron

MCoulthard:mc:8-19-11



From: Jim Davis

To: Hill, Brad; Mason, Diana

**CC:** Bonner, Ed; Garrison, LaVonne; Lytle, Andy

**Date:** 9/26/2011 5:08 PM

Subject: Anadarko APD approvals 10S 22E Sec 2, 11 and 14

Attachments: Anadarko Approvals from SITLA 9.26.11.xls

The following APDs have been approved by SITLA including arch clearance and paleo clearance:

```
4304751840
             NBU 1022-11P4CS
4304751860
            NBU 1022-12M1CS
4304751868
            NBU 1022-12M4BS
            NBU 1022-12M4CS
4304751870
            NBU 1022-2G1CS
4304751803
4304751807
            NBU 1022-2G1BS
4304751808
            NBU 1022-2H1BS
4304751812
            NBU 1022-2H1CS
4304751825
            NBU 1022-2H4BS
4304751811
            NBU 1022-2B1CS
4304751827
            NBU 1022-2B4CS
4304751828
            NBU 1022-2B4BS
4304751830
            NBU 1022-2C1BS
            NBU 1022-2I4CS
4304751809
4304751810
            NBU 1022-2P1BS
4304751824
            NBU 1022-2I1CS
4304751829
            NBU 1022-2I4BS
4304751838
            NBU 1022-2P4BS
4304751852
            NBU 1022-2P1CS
4304751839
            NBU 1022-2P4CS
            NBU 1022-11B1BS
4304751841
4304751842
            NBU 1022-11A1BS
4304751846
            NBU 1022-204CS
4304751848
            NBU 1022-11A4BS
4304751849
            NBU 1022-204BS
4304751850
            NBU 1022-11A1CS
```

These APDS are approved including arch clearance but will require **spot paleo monitoring** as recommended in the applicable paleo reports:

```
NBU 1022-2C1CS
4304751758
4304751767
            NBU 1022-2C4BS
4304751768
            NBU 1022-2C4CS
4304751779
            NBU 1022-2D1BS
4304751780
            NBU 1022-2D4BS
4304751782
            NBU 1022-2E1BS
            NBU 1022-2F1BS
4304751783
4304751760
            NBU 1022-2E4BS
4304751761
            NBU 1022-2F1CS
4304751764
            NBU 1022-2F4BS
4304751765
            NBU 1022-2F4CS
4304751766
            NBU 1022-2K1BS
4304751785
            NBU 1022-2E1CS
            NBU 1022-2L4CS
4304751775
            NBU 1022-2M1BS
4304751778
4304751781
            NBU 1022-2M1CS
4304751784
            NBU 1022-2M4BS
4304751786
            NBU 1022-2M4CS
4304751789
            NBU 1022-11D2AS
```

```
4304751802
             NBU 1022-11B4CS
4304751813
             NBU 1022-11B4BS
4304751815
             NBU 1022-11B1CS
4304751817
             NBU 1022-11C4AS
4304751818
             NBU 1022-11C4CS
4304751855
             NBU 1022-11F4AS
4304751805
             NBU 1022-11A4CS
4304751814
             NBU 1022-11H1BS
4304751822
             NBU 1022-11G4CS
4304751823
             NBU 1022-11G1BS
4304751837
             NBU 1022-11G1CS
4304751853
             NBU 1022-11G4BS
4304751834
             NBU 1022-11I1CS
4304751835
             NBU 1022-12L1CS
4304751857
             NBU 1022-11H4BS
4304751858
             NBU 1022-11H4CS
4304751861
             NBU 1022-12L1BS
4304751863
             NBU 1022-11H1CS
4304751866
             NBU 1022-11I4BS
4304751871
             NBU 1022-11I4CS
4304751872
             NBU 1022-12L4BS
4304751873
             NBU 1022-12L4CS
4304751816
             NBU 1022-11K4BS
4304751843
             NBU 1022-11J1CS
             NBU 1022-11J1BS
4304751851
4304751859
             NBU 1022-11K4CS
4304751862
             NBU 1022-11N1BS
             NBU 1022-11N1CS
4304751864
             NBU 1022-11N4BS
4304751865
4304751867
             NBU 1022-11N4CS
             NBU 1022-11O2AS
4304751869
```

These APDS are approved including arch clearance but will require **full paleo monitoring** as recommended in the applicable paleo reports:

```
4304751771
             NBU 1022-2E4CS
4304751772
             NBU 1022-2L1CS
             NBU 1022-2L1BS
4304751773
4304751774
             NBU 1022-2L4BS
4304751776
             NBU 1022-2K1CS
4304751777
             NBU 1022-2K4BS
4304751819
             NBU 1022-2G4CS
4304751820
             NBU 1022-2H4CS
4304751844
             NBU 1022-2J4BS
4304751845
             NBU 1022-201CS
4304751847
             NBU 1022-211BS
4304751854
             NBU 1022-2G4BS
4304751797
             NBU 1022-11C2CS
             NBU 1022-11C3DS
4304751799
             NBU 1022-11D1CS
4304751800
4304751801
             NBU 1022-11F2DS
4304751821
             NBU 1022-1101CS
             NBU 1022-1104CS
4304751831
             NBU 1022-11P1BS
4304751832
4304751833
             NBU 1022-11P4BS
4304751836
             NBU 1022-12M1BS
             NBU 1022-11O4BS
4304751856
```

That's a big enough list that I'm including a simple spreadsheet that has this same information, but organized in such a way as may be more useful to some of you. Thanks.

-Jim

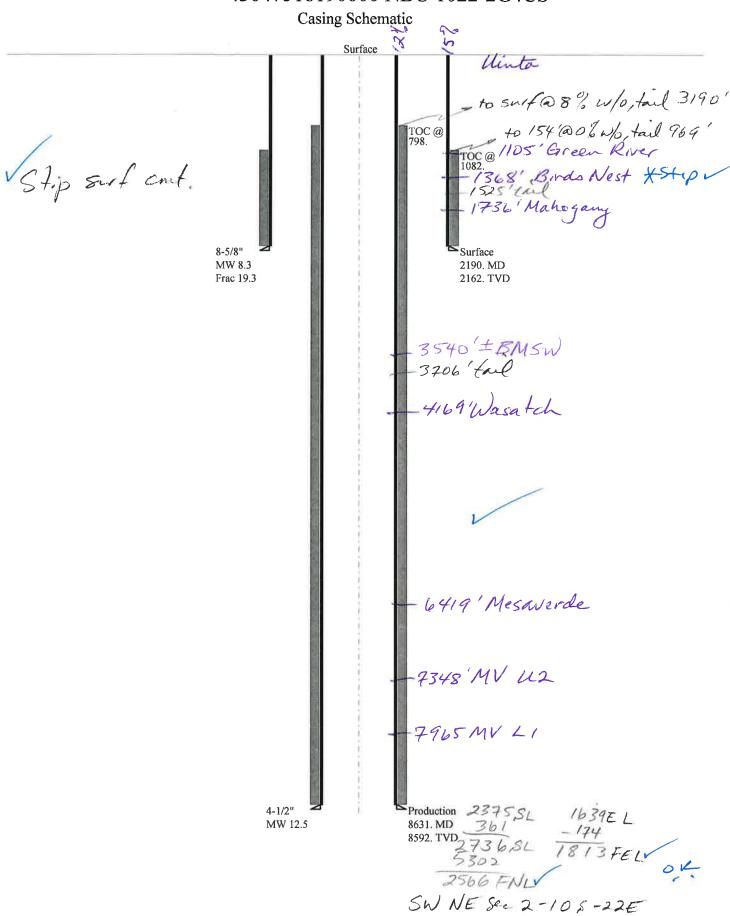
Jim Davis Utah Trust Lands Administration jimdavis1@utah.gov Phone: (801) 538-5156

#### BOPE REVIEW KERR-MCGEE OIL & GAS ONSHORE, L.P. NBU 1022-2G4CS 43047518190000

W. U.S.							_		I
Well Name		KERR-MCGE	ΕO	IL & GAS C	NS	HORE, L.P. NE	BU	1022-2G4CS	
String		Surf	<u> </u> P	Prod	1		1		
Casing Size(")		8.625	4	.500					
Setting Depth (TVD)		2162	8	592					
Previous Shoe Setting Dep	th (TVD)	40	2	162					
Max Mud Weight (ppg)		8.3	1	2.5	T				
BOPE Proposed (psi)		500	5	6000	Ī		Ī		
Casing Internal Yield (psi)		3390	7	780	Ī	Ī	Ī		
Operators Max Anticipate	d Pressure (psi)	5499	1	2.3	Ī		ſ		
Calculations	Sur	f String				8.62	25	"	
Max BHP (psi)		.052*Setti	ing l	Depth*M	W=	933			
								BOPE Ade	equate For Drilling And Setting Casing at Depth?
MASP (Gas) (psi)	Max	x BHP-(0.12*	*Set	tting Dept	h)=	674		NO	air drill
MASP (Gas/Mud) (psi)	Max	x BHP-(0.22*	*Set	tting Dept	h)=	457	1	YES	ОК
								*Can Full	Expected Pressure Be Held At Previous Shoe?
Pressure At Previous Shoe	Max BHP22*(Setting D	epth - Previou	us S	Shoe Dept	h)=	466	_	NO	Reasonable depth in area
Required Casing/BOPE Test Pressure=			2162	j	psi				
*Max Pressure Allowed @ Previous Casing Shoe=			40		psi *Assumes 1psi/ft frac gradient				
Calculations	Proc	d String				4.50	00	"	
Max BHP (psi)		.052*Setti	ing l	Depth*M	W	5585	╗		
					_	1,5555	=	BOPE Ade	equate For Drilling And Setting Casing at Depth?
MASP (Gas) (psi)	Max	x BHP-(0.12*	*Set	tting Dept	h)=	4554	╗	YES	
MASP (Gas/Mud) (psi)	Max	x BHP-(0.22*	*Set	tting Dept	h)=	3695	Ħ	YES	OK
		<u> </u>			_	1,5555	=	1	Expected Pressure Be Held At Previous Shoe?
Pressure At Previous Shoe	Max BHP22*(Setting D	epth - Previou	us S	Shoe Dept	h)=	4170	╗	NO	Reasonable
Required Casing/BOPE To	est Pressure=					5000	Ŧ	psi	
*Max Pressure Allowed @	Previous Casing Shoe=					2162		psi *Ass	umes 1psi/ft frac gradient
							_		
Calculations	S	tring	. ,	5 1457			_	"	
Max BHP (psi)		.052*Setti	ıng	Deptn*M	W=		4	DODE 4.1	
MACD (Coo) (coo)	) M	DIID (0.12*	kC -4	4i	1- \-		=		equate For Drilling And Setting Casing at Depth?
MASP (Gas) (psi)		x BHP-(0.12*			_	-	╣	NO	
MASP (Gas/Mud) (psi)	Max	x BHP-(0.22*	"Set	tting Dept	n)=		$\perp$	NO E II	
D	M DIID 22*/G:	4h D '	^	The P	L.		ļ		Expected Pressure Be Held At Previous Shoe?
Pressure At Previous Shoe		eptn - Previoi	us S	snoe Dept	n)=		╝	NO	
Required Casing/BOPE To						1	Ц	psi	
*Max Pressure Allowed @	Previous Casing Shoe=						Ĩ	psi *Ass	umes 1psi/ft frac gradient
Calculations	S	tring						"	
Max BHP (psi)		.052*Setti	ing 1	Depth*M	W=		ĺ		
					_			BOPE Ade	equate For Drilling And Setting Casing at Depth?
MASP (Gas) (psi)		x BHP-(0.12*			_	1		NO	
MASP (Gas/Mud) (psi)	Max	x BHP-(0.22*	*Set	tting Dept	h)=			NO	
								*Can Full	Expected Pressure Be Held At Previous Shoe?
Pressure At Previous Shoe	Max BHP22*(Setting D	epth - Previou	us S	Shoe Dept	h)=			NO	
Required Casing/BOPE To	est Pressure=							psi	
					-				

\*Max Pressure Allowed @ Previous Casing Shoe= psi \*Assumes 1psi/ft frac gradient

#### 43047518190000 NBU 1022-2G4CS



Well name:

43047518190000 NBU 1022-2G4CS

Operator:

KERR-MCGEE OIL & GAS ONSHORE, L.P.

String type:

Surface

Project ID:

43-047-51819

Location:

**UINTAH** 

COUNTY

**Environment:** 

Design parameters:

Collapse

Mud weight: Design is based on evacuated pipe.

8.330 ppg

Minimum design factors: Collapse:

Design factor

1.125

H2S considered?

Surface temperature: Bottom hole temperature:

No 74 °F 104 °F

Temperature gradient:

1.40 °F/100ft

Minimum section length: 100 ft

Burst:

Design factor

1.00

1.80 (J)

1.70 (J)

1.60 (J)

1.50 (J)

Cement top:

1,082 ft

**Burst** 

Max anticipated surface

pressure: Internal gradient: Calculated BHP

No backup mud specified.

1,927 psi 0.120 psi/ft

2,187 psi

Tension:

8 Round STC: 8 Round LTC:

Buttress: Premium: Body yield:

1.50 (B) Tension is based on air weight. Neutral point: 1,917 ft

Directional Info - Build & Drop

Kick-off point 3 ft Departure at shoe: 281 ft Maximum dogleg: 2 °/100ft

Inclination at shoe: 13.4° Re subsequent strings:

Next setting depth: 8.631 ft Next mud weight: 12.500 ppg Next setting BHP: 5,605 psi Fracture mud wt: 19.250 ppg

Fracture depth: 2,190 ft Injection pressure:

2,190 psi

Run Seq	Segment Length (ft)	Size (in)	Nominal Weight (Ibs/ft)	Grade	End Finish	True Vert Depth (ft)	Measured Depth (ft)	Drift Diameter (in)	Est. Cost (\$)
1	2190	8.625	28.00	I-55	LT&C	2162	2190	7.892	86724
Run Seq	Collapse Load (psi) 935	Collapse Strength (psi) 1880	Collapse Design Factor 2.010	Burst Load (psi) 2187	Burst Strength (psi) 3390	Burst Design Factor 1.55	Tension Load (kips) 60.5	Tension Strength (kips) 348	Tension Design Factor 5.75 J

Prepared by: Helen Sadik-Macdonald Div of Oil, Gas & Mining

Phone: 801 538-5357 FAX: 801-359-3940

Date: August 29,2011 Salt Lake City, Utah

Collapse is based on a vertical depth of 2162 ft, a mud weight of 8.33 ppg. The casing is considered to be evacuated for collapse purposes. Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Burst strength is not adjusted for tension.

Collapse strength is (biaxially) derated for doglegs in directional wells by multiplying the tensile stress by the cross section area to calculate a

Well name:

43047518190000 NBU 1022-2G4CS

Operator:

KERR-MCGEE OIL & GAS ONSHORE, L.P.

String type:

Production

Project ID: 43-047-51819

\_ocation:

**UINTAH** 

COUNTY

Design parameters:

**Collapse** 

Mud weight:

12.500 ppg Design is based on evacuated pipe.

Minimum design factors:

Collapse:

Design factor 1.125 **Environment:** 

H2S considered? Surface temperature: Bottom hole temperature:

74 °F 194 °F

No

Temperature gradient:

1.40 °F/100ft

Minimum section length:

100 ft

**Burst:** Design factor

1.00

1.80 (J)

Cement top:

798 ft

**Burst** 

Max anticipated surface

No backup mud specified.

pressure: Internal gradient: Calculated BHP

3,689 psi 0.220 psi/ft

5,579 psi

Tension:

8 Round LTC: Buttress:

Body yield:

8 Round STC:

1.80 (J) 1.60 (J) Premium: 1.50 (J) 1.60 (B)

Tension is based on air weight.

Directional Info - Build & Drop

Kick-off point 3 ft Departure at shoe: 401 ft Maximum dogleg: 2 °/100ft

0° Inclination at shoe:

Neutral point: 7,026 ft

0								
Segment		Nominal		End	True Vert	Measured	Drift	Est.
Length	Size	Weight	Grade	Finish	Depth	Depth	Diameter	Cost
(ft)	(in)	(lbs/ft)			(ft)	(ft)	(in)	(\$)
8631	4.5	11.60	1-80	LT&C	8592	8631	3.875	113929
Collapse	Collapse	Collapse	Burst	Burst	Burst	Tension	Tension	Tension
Load	Strength	Design	Load	Strength	Design	Load	Strength	Design
(psi)	(psi)	Factor	(psi)	(psi)	Factor	(kips)	(kips)	Factor
5579	6360	1.140	5579	7780	1.39	99.7	212	2.13 J
	Length (ft) 8631  Collapse Load (psi)	Length Size (ft) (in) 8631 4.5  Collapse Collapse Load Strength (psi) (psi)	Length Size Weight (ft) (in) (lbs/ft) 8631 4.5 11.60  Collapse Collapse Load Strength (psi) (psi) Factor	Length Size Weight Grade (ft) (in) (lbs/ft) 8631 4.5 11.60 I-80  Collapse Collapse Collapse Burst Load Strength Design Load (psi) (psi) Factor (psi)	Length Size Weight Grade Finish (ft) (in) (lbs/ft) 8631 4.5 11.60 I-80 LT&C  Collapse Collapse Collapse Burst Burst Load Strength Design Load Strength (psi) (psi) Factor (psi) (psi)	Length Size Weight Grade Finish Depth (ft) (in) (lbs/ft) (ft) 8631 4.5 11.60 I-80 LT&C 8592  Collapse Collapse Collapse Burst Burst Burst Load Strength Design Load Strength Design (psi) (psi) Factor (psi) (psi) Factor	Length (ft)Size (in)Weight (lbs/ft)Grade (m)Finish (ft)Depth (ft)Depth (ft)86314.511.60I-80LT&C85928631Collapse Load (psi)Collapse Strength (psi)Burst Design Load (psi)Burst Strength (psi)Burst Design (psi)Burst Strength (psi)Design Factor (kips)	Length (ft)Size (in)Weight (lbs/ft)Grade (m)Finish (m)Depth (ft)Depth (ft)Diameter (ft)86314.511.60I-80LT&C859286313.875CollapseCollapseCollapseBurstBurstBurstBurstTensionTensionLoadStrengthDesignLoadStrengthDesignLoadStrength(psi)(psi)Factor(psi)Factor(kips)(kips)

Prepared by:

Helen Sadik-Macdonald Div of Oil, Gas & Mining

Phone: 801 538-5357 FAX: 801-359-3940

Date: August 29,2011 Salt Lake City, Utah

Remarks:

Collapse is based on a vertical depth of 8592 ft, a mud weight of 12.5 ppg. The casing is considered to be evacuated for collapse purposes. Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Burst strength is not adjusted for tension.

Collapse strength is (biaxially) derated for doglegs in directional wells by multiplying the tensile stress by the cross section area to calculate a

### **ON-SITE PREDRILL EVALUATION**

### Utah Division of Oil, Gas and Mining

**Operator** KERR-MCGEE OIL & GAS ONSHORE, L.P.

Well Name NBU 1022-2G4CS

API Number 43047518190000 APD No 4388 Field/Unit NATURAL BUTTES

Location: 1/4,1/4 NWSE Sec 2 Tw 10.0S Rng 22.0E 2375 FSL 1639 FEL

GPS Coord (UTM) 636395 4426242 Surface Owner

#### **Participants**

Andy Lytle, Sheila Wopsock, Charles Chase, Grizz Oleen, Mark Kuehn, Doyle Holmes, (Kerr McGee). John Slaugh, Mitch Batty, (Timberline). Jim Davis (SITLA). David Hackford, (DOGM).

#### Regional/Local Setting & Topography

The general area is in the southeast portion of the Natural Buttes Unit. Within this area is the White River and rugged drainages that drain into it. Topography is varied and frequently dissected by short draws or washes, which become overly steep as they approach the White River breaks or rim. Distance to the White River varies from ¼ mile to 2 miles. The side drainages are dry except for ephemeral flows. No seeps or springs exist in the area. An occasional pond has been constructed to supply water for livestock and antelope. Vernal, Utah is approximately 40 air miles to the northwest. Access from Vernal is approximately 47.2 road miles following Utah State, Uintah County and oilfield development roads. Five wells, in addition to this one will be directionally drilled from this pad. There are four existing wells on this pad and one PA'd well. This proposed location takes in an existing location, and very little new construction will be necessary except for digging the reserve pit. The existing access road will be adequate. The location runs in an east-west direction along the top of a flat topped ridge. This ridge breaks off sharply into rugged secondary canyons especially on the north and northwest sides. New construction will consist of approx. 10 feet to the south of the existing pad., and 50 feet on the north and west sides for reserve pit and excess cut stockpile. No drainage concerns exist, and no diversions will be needed. The pad as modified should be stable and should be a suitable location for ten wells, and is on the best site available in the immediate area.

#### **Surface Use Plan**

**Current Surface Use** 

Wildlfe Habitat Existing Well Pad

New Road Miles Well Pad Src Const Material Surface Formation

0 Width 332 Length 415 UNTA

**Ancillary Facilities** N

Waste Management Plan Adequate? Y

#### **Environmental Parameters**

Affected Floodplains and/or Wetlands N

#### Flora / Fauna

Andy Lytle, Sheila Wopsock, Charles Chase, Grizz Oleen, Mark Kuehn, Doyle Holmes, (Kerr McGee). John Slaugh, Mitch Batty, (Timberline). Jim Davis (SITLA). David Hackford, (DOGM).

#### **Soil Type and Characteristics**

Shallow rocky sandy loam.

10/12/2011 Page 1

**Erosion Issues** N

**Sedimentation Issues** N

Site Stability Issues N

**Drainage Diverson Required?** N

Berm Required? N

**Erosion Sedimentation Control Required?** N

Paleo Survey Run? Y Paleo Potental Observed? N Cultural Survey Run? Y Cultural Resources? N

#### **Reserve Pit**

Site-Specific Factors	Site Ra	anking	
Distance to Groundwater (feet)	100 to 200	5	
Distance to Surface Water (feet)	>1000	0	
Dist. Nearest Municipal Well (ft)	>5280	0	
<b>Distance to Other Wells (feet)</b>		20	
Native Soil Type	Mod permeability	10	
Fluid Type	Fresh Water	5	
Drill Cuttings	Normal Rock	0	
<b>Annual Precipitation (inches)</b>		0	
Affected Populations			
<b>Presence Nearby Utility Conduits</b>	Not Present	0	
	Final Score	40	1 Sensitivity Level

#### **Characteristics / Requirements**

The reserve pit is planned in an area of cut on the north side of the location. Dimensions are 100' x 260' x 12' deep with 2' of freeboard. Kerr McGee agreed to line the pit with a 30-mil liner and 2 layers of felt.

Closed Loop Mud Required? N Liner Required? Y Liner Thickness 30 Pit Underlayment Required? Y

#### **Other Observations / Comments**

Evaluator	Date / Time
David Hackford	8/18/2011

10/12/2011 Page 2

# Application for Permit to Drill Statement of Basis

10/12/2011 Utah Division of Oil, Gas and Mining

Page 1

APD No	API WellNo	Status	Well Type	Surf Owner	<b>CBM</b>
4388	43047518190000	SITLA	GW	S	No
Operator	KERR-MCGEE OIL & GAS ONS	SHORE, L.P.	Surface Owner-APD		
Well Name	NBU 1022-2G4CS		Unit	NATURAL I	BUTTES
Field	NATURAL BUTTES		Type of Work	DRILL	
Location	NWSE 2 10S 22E S 237	5 FSL 1639 FE	L GPS Coord (UTM)	636374E 4	426240N

#### **Geologic Statement of Basis**

Kerr McGee proposes to set 2,190' of surface casing at this location. The depth to the base of the moderately saline water at this location is estimated to be at a depth of 3,540'. A search of Division of Water Rights records shows no water wells within a 10,000 foot radius of the center of Section 2. The surface formation at this site is the Uinta Formation. The Uinta Formation is made up of interbedded shales and sandstones. The sandstones are mostly lenticular and discontinuous and should not be a significant source of useable ground water. Production casing cement should be brought up above the base of the moderately saline ground water to isolate it from fresher waters uphole.

Brad Hill 9/26/2011
APD Evaluator Date / Time

#### **Surface Statement of Basis**

The general area is in the southeast portion of the Natural Buttes Unit. Within this area is the White River and rugged drainages that drain into it. Topography is varied and frequently dissected by short draws or washes, which become overly steep as they approach the White River breaks or rim. Distance to the White River varies from ½ mile to 2 miles. The side drainages are dry except for ephemeral flows. No seeps or springs exist in the area. An occasional pond has been constructed to supply water for livestock and antelope. Vernal, Utah is approximately 40 air miles to the northwest. Access from Vernal is approximately 47.2 road miles following Utah State, Uintah County and oilfield development roads. It will not be necessary to construct an access road. The existing access road will be adaquate.

Six wells will be directionally drilled from this location. They are the NBU 1022-2G4CS, NBU 1022-2J4BS, NBU 1022-2G4BS, NBU 1022-2H4CS, NBU 1022-2I1BS and the NBU 1022-2O1CS. The existing location has four existing wells and one well that has been PA'd. The location is on the point of a flat topped ridge that runs in an east-west direction. This ridge breaks off sharply into rugged secondary canyons on the north and west sides. No drainage concerns exist, and no diversions will be needed. The pad as modified should be stable and sufficient for ten wells.

Excess material will be stockpiled on the north side of the new reserve pit. Approx. 10' of additional construction will be necessary on the south side of the original location.

Both the surface and minerals are owned by SITLA. Jim Davis of SITLA and Ben Williams with DWR were invited by email to the pre-site evaluation. Jim Davis was present. Kerr McGee was told to consult with SITLA for reclamation standards including seeding mixes to be used.

David Hackford 8/18/2011
Onsite Evaluator Date / Time

Conditions of Approval / Application for Permit to Drill

**Category** Condition

RECEIVED: October 12, 2011

# **Application for Permit to Drill Statement of Basis**

10/12/2011 Utah Division of Oil, Gas and Mining

Page 2

Pits A synthetic liner with a minimum thickness of 30 mils with a felt subliner shall be properly installed and maintained in the

reserve pit.

Pits The reserve pit should be located on the north side of the location.

#### WORKSHEET APPLICATION FOR PERMIT TO DRILL

**APD RECEIVED:** 8/10/2011 **API NO. ASSIGNED:** 43047518190000

WELL NAME: NBU 1022-2G4CS

**OPERATOR:** KERR-MCGEE OIL & GAS ONSHORE, L.P. (N2995) **PHONE NUMBER:** 720 929-6086

**CONTACT:** Gina Becker

PROPOSED LOCATION: NWSE 02 100S 220E **Permit Tech Review:** 

> **SURFACE: 2375 FSL 1639 FEL Engineering Review:**

> **BOTTOM: 2568 FNL 1813 FEL** Geology Review:

**COUNTY: UINTAH** 

**LATITUDE: 39.97722 LONGITUDE:** -109.40297

UTM SURF EASTINGS: 636374.00 NORTHINGS: 4426240.00

FIELD NAME: NATURAL BUTTES

LEASE TYPE: 3 - State

**LEASE NUMBER: ST UT ML 22651** PROPOSED PRODUCING FORMATION(S): WASATCH-MESA VERDE

**Drilling Unit** 

SURFACE OWNER: 3 - State **COALBED METHANE: NO** 

**RECEIVED AND/OR REVIEWED: LOCATION AND SITING:** 

 PLAT R649-2-3.

Unit: NATURAL BUTTES Bond: STATE/FEE - 22013542

**Potash** R649-3-2. General

Oil Shale 190-5

Oil Shale 190-3 R649-3-3. Exception

Board Cause No: Cause 173-14 Water Permit: 43-8496

Effective Date: 12/2/1999 **RDCC Review:** 

Siting: 460' Fr U Bdry & Uncommitted Tracts

**Fee Surface Agreement** 

✓ Intent to Commingle ▼ R649-3-11. Directional Drill

**Commingling Approved** 

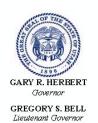
Oil Shale 190-13

**Comments:** Presite Completed

Stipulations:

3 - Commingling - ddoucet 5 - Statement of Basis - bhill 15 - Directional - dmason 17 - Oil Shale 190-5(b) - dmason 25 - Surface Casing - hmacdonald

API Well No: 43047518190000



## State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

#### **Permit To Drill**

\*\*\*\*\*

Well Name: NBU 1022-2G4CS API Well Number: 43047518190000 Lease Number: ST UT ML 22651

**Surface Owner:** STATE **Approval Date:** 10/12/2011

#### **Issued to:**

KERR-MCGEE OIL & GAS ONSHORE, L.P., P.O. Box 173779, Denver, CO 80217

#### **Authority:**

Pursuant to Utah Code Ann. §40-6-1 et seq., and Utah Administrative Code R649-3-1 et seq., the Utah Division of Oil, Gas and Mining issues conditions of approval, and permit to drill the listed well. This permit is issued in accordance with the requirements of Cause 173-14. The expected producing formation or pool is the WASATCH-MESA VERDE Formation(s), completion into any other zones will require filing a Sundry Notice (Form 9). Completion and commingling of more than one pool will require approval in accordance with R649-3-22.

#### **Duration:**

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date

#### **Commingle:**

In accordance with Board Cause No. 173-14, commingling of the production from the Wasatch formation and the Mesaverde formation in this well is allowed.

#### General:

Compliance with the requirements of Utah Admin. R. 649-1 et seq., the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

#### **Conditions of Approval:**

In accordance with Utah Admin. R.649-3-11, Directional Drilling, the operator shall submit a complete angular deviation and directional survey report to the Division within 30 days following completion of the well.

In accordance with the Order in Cause No. 190-5(b) dated October 28, 1982, the operator shall comply with the requirements of Rules R649-3-31 and R649-3-27 pertaining to Designated Oil Shale Areas. Additionally, the operators shall ensure that the surface and or production casing is properly cemented over the entire oil shale section as defined by Rule R649-3-31. The Operator shall report the actual depth the oil shale is encountered to the division.

Surface casing shall be cemented to the surface.

Compliance with the Conditions of Approval/Application for Permit to Drill outlined in the Statement of Basis (copy attached).

API Well No: 43047518190000

#### **Additional Approvals:**

The operator is required to obtain approval from the Division of Oil, Gas and mining before performing any of the following actions during the drilling of this well:

- Any changes to the approved drilling plan contact Dustin Doucet
- Significant plug back of the well contact Dustin Doucet
- Plug and abandonment of the well contact Dustin Doucet

#### **Notification Requirements:**

The operator is required to notify the Division of Oil, Gas and Mining of the following actions during drilling of this well:

- Within 24 hours following the spudding of the well contact Carol Daniels OR
- submit an electronic sundry notice (pre-registration required) via the Utah Oil & Gas website at http://oilgas.ogm.utah.gov
- 24 hours prior to testing blowout prevention equipment contact Dan Jarvis
- 24 hours prior to cementing or testing casing contact Dan Jarvis
- Within 24 hours of making any emergency changes to the approved drilling program contact Dustin Doucet
- 24 hours prior to commencing operations to plug and abandon the well contact Dan Jarvis

#### **Contact Information:**

The following are Division of Oil, Gas and Mining contacts and their telephone numbers (please leave a voicemail message if the person is not available to take the call):

- Carol Daniels 801-538-5284 office
- Dustin Doucet 801-538-5281 office

801-733-0983 - after office hours

• Dan Jarvis 801-538-5338 - office

801-231-8956 - after office hours

#### **Reporting Requirements:**

All reports, forms and submittals as required by the Utah Oil and Gas Conservation General Rules will be promptly filed with the Division of Oil, Gas and Mining, including but not limited to:

- Entity Action Form (Form 6) due within 5 days of spudding the well
- Monthly Status Report (Form 9) due by 5th day of the following calendar month
- Requests to Change Plans (Form 9) due prior to implementation
- Written Notice of Emergency Changes (Form 9) due within 5 days
- Notice of Operations Suspension or Resumption (Form 9) due prior to implementation
- Report of Water Encountered (Form 7) due within 30 days after completion
- Well Completion Report (Form 8) due within 30 days after completion or plugging

Approved By:

For John Rogers Associate Director, Oil & Gas

	STATE OF UTAH		FORM 9			
ı	DEPARTMENT OF NATURAL RESOURC DIVISION OF OIL, GAS, AND MIN		5.LEASE DESIGNATION AND SERIAL NUMBER: ST UT ML 22651			
SUNDR	RY NOTICES AND REPORTS	ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:			
	oposals to drill new wells, significantly or reenter plugged wells, or to drill horizon n for such proposals.		7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES			
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: NBU 1022-2G4CS			
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	NSHORE, L.P.		9. API NUMBER: 43047518190000			
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th	h Street, Suite 600, Denver, CO, 80217	<b>PHONE NUMBER:</b> 73779 720 929-	9. FIELD and POOL or WILDCAT: 5NATERAL BUTTES			
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2375 FSL 1639 FEL			COUNTY: UINTAH			
QTR/QTR, SECTION, TOWNSH	HIP, RANGE, MERIDIAN: 02 Township: 10.0S Range: 22.0E Merid	ian: S	STATE: UTAH			
11. CHECI	K APPROPRIATE BOXES TO INDICAT	E NATURE OF NOTICE, REPOR	RT, OR OTHER DATA			
TYPE OF SUBMISSION		TYPE OF ACTION				
	ACIDIZE	ALTER CASING	CASING REPAIR			
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME			
	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE			
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT	NEW CONSTRUCTION			
	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK			
✓ SPUD REPORT	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION			
Date of Spud: 2/10/2012	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON			
2,10,2012	TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL			
DRILLING REPORT Report Date:	WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION			
	WILDCAT WELL DETERMINATION	OTHER	OTHER:			
40 DECODINE PROPOSED OR	COMPLETED OPERATIONS. Clearly show a	Utit detelle including detec	<u>'</u>			
MIRU TRIPPLE A BU RAN 14" 36.7# SCI	CKET RIG 1. DRILLED 20" COI HEDULE 10 PIPE. CMT W/28 \$ ELL ON 02/10/2012 AT 0730	NDUCTOR HOLE TO 40'. SX READY MIX. SPUD	Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ONLY February 13, 2012			
NAME (PLEASE PRINT) Sheila Wopsock	PHONE NUMBI 435 781-7024	ER TITLE Regulatory Analyst				
SIGNATURE		DATE				
N/A		2/13/2012				

	STATE OF UTAH		FORM 9			
ı	DEPARTMENT OF NATURAL RESOURC DIVISION OF OIL, GAS, AND MIN		5.LEASE DESIGNATION AND SERIAL NUMBER: ST UT ML 22651			
SUNDR	RY NOTICES AND REPORTS	ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:			
	posals to drill new wells, significantly or reenter plugged wells, or to drill horizor n for such proposals.		7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES			
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: NBU 1022-2G4CS			
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	ISHORE, L.P.		9. API NUMBER: 43047518190000			
<b>3. ADDRESS OF OPERATOR:</b> P.O. Box 173779 1099 18th	n Street, Suite 600, Denver, CO, 80217	<b>PHONE NUMBER:</b> 3779 720 929-0	9. FIELD and POOL or WILDCAT: 5NATERAL BUTTES			
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2375 FSL 1639 FEL			COUNTY: UINTAH			
QTR/QTR, SECTION, TOWNSH	HIP, RANGE, MERIDIAN: D2 Township: 10.0S Range: 22.0E Merid	ian: S	STATE: UTAH			
11. CHECI	K APPROPRIATE BOXES TO INDICAT	E NATURE OF NOTICE, REPOR	RT, OR OTHER DATA			
TYPE OF SUBMISSION		TYPE OF ACTION				
	ACIDIZE	ALTER CASING	CASING REPAIR			
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME			
	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE			
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT	☐ NEW CONSTRUCTION			
	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK			
SPUD REPORT	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION			
Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON			
	TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL			
DRILLING REPORT     Report Date:	WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION			
2/13/2012	WILDCAT WELL DETERMINATION	OTHER	OTHER:			
MIRU AIR RIG ON 2380'. RAN SURFA	COMPLETED OPERATIONS. Clearly show a FEBRUARY 10, 2012. DRILLEI CE CASING AND CEMENTED. ILS OF CEMENT JOB WILL BE COMPLETION REPORT.	SURFACE HOLE TO WELL IS WAITING ON	<u>'</u>			
NAME (PLEASE PRINT) Jaime Scharnowske	PHONE NUMBI 720 929-6304	ER TITLE Regulartory Analyst				
SIGNATURE	720 020 0004	DATE				
N/A		2/13/2012				

#### STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

#### **ENTITY ACTION FORM**

Operator:

KERR McGEE OIL & GAS ONSHORE LP

Operator Account Number: N

Address:

1368 SOUTH 1200 EAST

city VERNAL

zip 84078 state UT

Phone Number: (435) 781-7024

Well 1

API Number	Well	Name	QQ	Sec	Twp	Rng	County
4304751819	NBU 1022-2G4CS		NWSE	2	108	22E	UINTAH
Action Code	Current Entity Number	New Entity Number	s	pud Da	le		tity Assignment Effective Date
A	99999	2900	2	2/10/201	2	J.	15/12

MIRU TRIPPLE A 1 BUCKET RIG.

SPUD WELL ON 02/10/2012 AT 0730 HRS

Wall 2

API Number	nber Well Name QQ Sec		Twp	Rng	County		
4304751844				2	105	22E	UINTAH
Action Code	tion Code Current Entity New Entity Number Number		Spud Date		Entity Assignment Effective Date		
A	99999	2900	2	2/10/201	2	21	15/12

MIRU TRIPPLE A 2 BUCKET RIG.

SPUD WELL ON 02/10/2012 AT 0800 HRS. P.H.

Well 3

API Number	Well Name QQ Sec Twp				Twp	Rng County 22E UINTAH		
4304751854	NBU 1022-2G4BS	NBU 1022-2G4BS NWSE 2 10S						
Action Code	Current Entity Number	New Entity Number	s	pud Dat	te	Entity Assignmer Effective Date		
A	99999	2900	2	2/10/201	2	21	15/12	

MIRU TRIPPLE A 2 BUCKET RIG.

SPUD WELL ON 02/01/2012 AT 1200 HRS.

**ACTION CODES:** 

A - Establish new entity for new well (single well only)

- Add new well to existing entity (group or unit well)

- Re-assign well from one existing entity to another existing entity

- Re-assign well from one existing entity to a new entity

- Other (Explain in 'comments' section)

SHEILA WOPSOCK

Name (Please Print)

Title

**REGULATORY ANALYST** 

2/13/2012

Date

(6/2000)

RECEIVED

FEB 1 3 2012

	STATE OF UTAH		FORM 9		
	DEPARTMENT OF NATURAL RESOURCE DIVISION OF OIL, GAS, AND MIN		5.LEASE DESIGNATION AND SERIAL NUMBER: ST UT ML 22651		
SUNDF	RY NOTICES AND REPORTS	ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
Do not use this form for pro- current bottom-hole depth, FOR PERMIT TO DRILL form	7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES				
1. TYPE OF WELL Gas Well	8. WELL NAME and NUMBER: NBU 1022-2G4CS				
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	NSHORE, L.P.		<b>9. API NUMBER:</b> 43047518190000		
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18t	h Street, Suite 600, Denver, CO, 80217	<b>PHONE NUMBER:</b> 720 929-	9. FIELD and POOL or WILDCAT: 65NATURAL BUTTES		
4. LOCATION OF WELL FOOTAGES AT SURFACE:			COUNTY: UINTAH		
2375 FSL 1639 FEL QTR/QTR, SECTION, TOWNSI Qtr/Qtr: NWSE Section: (	HIP, RANGE, MERIDIAN: 02 Township: 10.0S Range: 22.0E Merio	dian: S	STATE: UTAH		
11. CHEC	K APPROPRIATE BOXES TO INDICA	TE NATURE OF NOTICE, REPOR	RT, OR OTHER DATA		
TYPE OF SUBMISSION		TYPE OF ACTION			
	ACIDIZE	ALTER CASING	CASING REPAIR		
NOTICE OF INTENT Approximate date work will start:	✓ CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME		
3/6/2012	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE		
SUBSEQUENT REPORT	DEEPEN	FRACTURE TREAT	☐ NEW CONSTRUCTION		
Date of Work Completion:	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK		
	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION		
SPUD REPORT Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON		
	TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL		
DRILLING REPORT	WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION		
Report Date:		SI TA STATUS EXTENSION	APD EXTENSION		
	WILDCAT WELL DETERMINATION	OTHER	OTHER:		
The Operator re Specifically, the C loop drilling option,	equests approval for changes equests approval for changes operator requests approval for , and a production casing ch oproved drilling plan will not attachment. Thank you	s in the drilling plan. or a FIT wavier, closed lange. All other aspects change. Please see the	Approved by the Utah Division of Oil, Gas and Mining  Date: March 07, 2012  By: Date Out		
NAME (PLEASE PRINT) Jaime Scharnowske	<b>PHONE NUMB</b> 720 929-6304	BER TITLE Regulartory Analyst			
SIGNATURE N/A		<b>DATE</b> 3/6/2012			

NBU 1022-2G4CS Drilling Program
1 of 7

#### Kerr-McGee Oil & Gas Onshore. L.P.

NBU 1022-2G4CS

Surface: 2375 FSL / 1639 FEL NWSE BHL: 2568 FNL / 1813 FEL SWNE

Section 2 T10S R22E

Uintah County, Utah Mineral Lease: ST UT ML 22651

#### ONSHORE ORDER NO. 1

#### **DRILLING PROGRAM**

#### 1. & 2. <u>Estimated Tops of Important Geologic Markers</u>: <u>Estimated Depths of Anticipated Water, Oil, Gas, or Mineral Formations</u>:

<u>Formation</u>	<u>Depth</u>	<u>Resource</u>
Uinta	0 - Surface	
Green River	1,094'	
Birds Nest	1,331'	Water
Mahogany	1,848'	Water
Wasatch	4,169'	Gas
Mesaverde	6,414'	Gas
TVD	8,592'	
TD	8,631'	

#### 3. <u>Pressure Control Equipment</u> (Schematic Attached)

Please refer to the attached Drilling Program

#### 4. **Proposed Casing & Cementing Program:**

Please refer to the attached Drilling Program

#### 5. <u>Drilling Fluids Program:</u>

Please refer to the attached Drilling Program

#### 6. Evaluation Program:

Please refer to the attached Drilling Program

NBU 1022-2G4CS Drilling Program
2 of 7

#### 7. **Abnormal Conditions:**

Maximum anticipated bottom hole pressure calculated at 8592' TVD, approximately equals 5,499 psi (0.64 psi/ft = actual bottomhole gradient)

Maximum Anticipated Bottom Hole Pressure (MABHP) = Pore Pressure at TD

Maximum anticipated surface pressure equals approximately 3,597 psi (bottom hole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot, per Onshore Order No. 2).

Per Onshore Order No. 2 - Max Anticipated Surf. Press.(MASP) = (Pore Pressure at next csg point-(0.22 psi/ft-partial evac gradient x TVD of next csg point))

#### 8. <u>Anticipated Starting Dates:</u>

Drilling is planned to commence immediately upon approval of this application.

#### 9. <u>Variances:</u>

Please refer to the attached Drilling Program. Onshore Order #2 – Air Drilling Variance

Kerr-McGee Oil & Gas Onshore LP (KMG) respectfully requests a variance to several requirements associated with air drilling outlined in Onshore Order 2

- · Blowout Prevention Equipment (BOPE) requirements;
- · Mud program requirements; and
- Special drilling operation (surface equipment placement) requirements associated with air drilling.

This Standard Operating Practices addendum provides supporting information as to why KMG current air drilling practices for constructing the surface casing hole should be granted a variance to Onshore Order 2 air drilling requirements.

The reader should note that the air rig is used only to construct a stable surface casing hole through a historically difficult lost circulation zone. A conventional rotary rig follows the air rig, and is used to drill and construct the majority of the wellbore.

More notable, KMG has used the air rig layout and procedures outlined below to drill the surface casing hole in approximately 675 wells without incident of blow out or loss of life.

#### **Background**

In a typical well, KMG utilizes an air rig for drilling the surface casing hole, an interval from the surface to surface casing depths, which varies in depth from 1,700 to 2,800 feet. The air rig drilling operation does not drill through productive or over pressured formations in KMG field, but does penetrate the Uinta and Green River Formations. The purpose of the air drilling operation is to overcome the severe loss circulation zone in the Green River known as the Bird's Nest while creating a stable hole for the surface casing. The surface casing hole is generally drilled to approximately 500 feet below the Bird's Nest.

NBU 1022-2G4CS Drilling Program
3 of 7

Before the surface air rig is mobilized, a rathole rig is utilized to set and cement conductor pipe through a competent surface formation. Generally, the conductor is set at 40 feet. In some cases, conductor may be set deeper in areas that the surface formation is not found competent. This rig also drills the rat and mouse holes in preparation for the surface casing and production string drilling operations.

The air rig is then mobilized to drill the surface casing hole by drilling a 12 1/4 inch hole for the first 200 feet, then will drill a 11inch hole to just above the Bird's Nest interval with an air hammer. The hammer is then tripped and replaced with a 11 inch tri-cone bit. The tri-cone bit is used to drill to the surface casing point, approximately 500 feet below the loss circulation zone (Bird's Nest). The 8-5/8 inch surface casing is then run and cemented in place, thereby isolating the lost circulation zone.

KMG fully appreciates Onshore Order 2 well control and safety requirements associated with a typical air drilling operations. However, the requirements of Onshore Order 2 are excessive with respect to the air rig layout and drilling operation procedures that are currently in practice to drill and control the surface casing hole in KMG Fields.

#### Variance for BOPE Requirements

The air rig operation utilizes a properly lubricated and maintained air bowl diverter system which diverts the drilling returns to a six-inch blooie line. The air bowl is the only piece of BOPE equipment which is installed during drilling operations and is sufficient to contain the air returns associated with this drilling operation. As was discussed earlier, the drilling of the surface hole does not encounter any over pressured or productive zones, and as a result standard BOPE equipment should not be required. In addition, standard drilling practices do not support the use of BOPE on 40 feet of conductor pipe.

#### **Variance for Mud Material Requirements**

Onshore Order 2 also states that sufficient quantities of mud materials shall be maintained or readily accessible for the purpose of assuring adequate well control. Once again, the surface hole drilling operations does not encounter over pressured or productive intervals, and as a result there is not a need to control pressure in the surface hole with a mud system. Instead of mud, the air rigs utilize water from the reserve pit for well control, if necessary. A skid pump which is located near the reserve pit (see attachment) will supply the water to the well bore.

#### Variance for Special Drilling Operation (surface equipment placement) Requirements

Onshore Order 2 requires specific safety distances or setbacks for the placement of associated standard air drilling equipment, wellbore, and reserve pits. The air rigs used to drill the surface holes are not typical of an air rig used to drill a producing hole in other parts of the US. These are smaller in nature and designed to fit a KMG location. The typical air rig layout for drilling surface hole in the field is attached.

Typically the blooie line discharge point is required to be 100 feet from the well bore. In the case of a KMG well, the reserve pit is only 45 feet from the rig and is used for the drill cuttings. The blooie line, which transports the drill cuttings from the well to the reserve pit, subsequently discharges only 45 feet from the well bore.

Typically the air rig compressors are required to be located in the opposite direction from the blooie line and a minimum of 100 feet from the well bore. At the KMG locations, the air rig compressors are approximately 40 feet from the well bore and approximately 60 feet from the blooie line discharge due to the unique air rig design. The air compressors (see attachment) are located on the rig (1250 cfm) and

NBU 1022-2G4CS Drilling Program
4 of 7

on a standby trailer (1170 cfm). A booster sits between the two compressors and boosts the output from 350 psi to 2000 psi. The design does put the booster and standby compressor opposite from the blooie line.

Lastly, Onshore Order 2 addresses the need for an automatic igniter or continuous pilot light on the blooie line. The air rig does not utilize an igniter as the surface hole drilling operation does not encounter productive formations.

#### Variance for FIT Requirements

KMG also respectfully requests a variance to Onshore Order 2, Section III, Part Bi, for the pressure integrity test (PIT, also known as a formation integrity test (FIT)). This well is not an exploratory well and is being drilled in an area where the formation integrity is well known. Additionally, when an FIT is run with the mud weight as required, the casing shoe frequently breaks down and causes subsequent lost circulation when drilling the entire depth of the well.

#### Conclusion

The air rig operating procedures and the attached air rig layout have effectively maintained well control while drilling the surface holes in KMG Fields. KMG respectfully requests a variance from Onshore Order 2 with respect to air drilling well control requirements as discussed above.

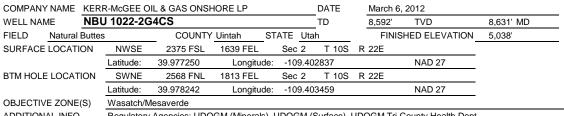
#### 10. <u>Other Information:</u>

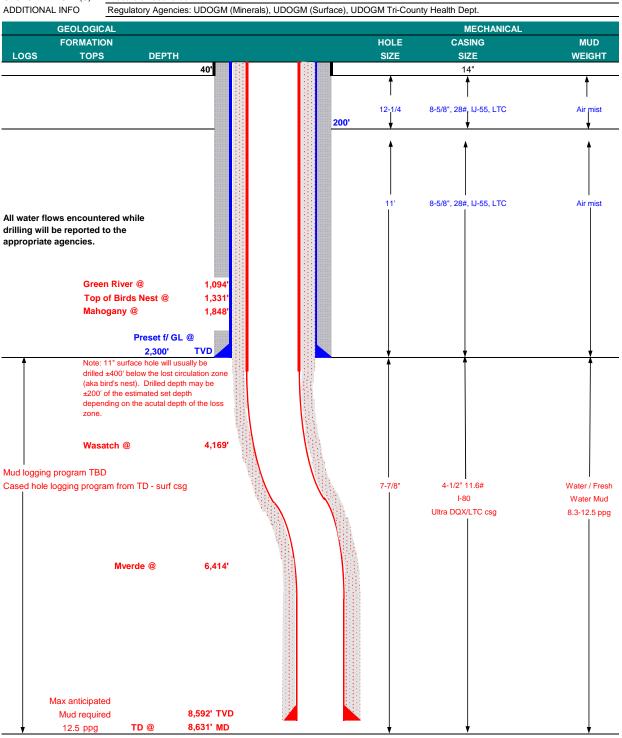
Please refer to the attached Drilling Program.

NBU 1022-2G4CS Drilling Program 5 of 7



## KERR-McGEE OIL & GAS ONSHORE LP DRILLING PROGRAM





NBU 1022-2G4CS Drilling Program 6 of 7



#### KERR-McGEE OIL & GAS ONSHORE LP

DRILLING PROGRAM

CASING PROGRAM
CONDUCTOR

SURFACE

									LTC	DQX
SIZE	INTE	RVAL	_	WT.	GR.	CPLG.	BURST	COLL	APSE	TENSION
14"	0	-40'								
							3,390	1,880	348,000	N/A
8-5/8"	0	to	2,300	28.00	IJ-55	LTC	2.35	1.75	6.17	N/A
							7,780	6,350	223,000	267,000
4-1/2"	0	to	5,000	11.60	I-80	DQX	1.11	1.14		3.30
4-1/2"	5,000	to	8,631'	11.60	I-80	LTC	1.11	1.14	6.54	

**DESIGN FACTORS** 

**Surface Casing:** 

**PRODUCTION** 

(Burst Assumptions: TD = 12.5 ppg) 0.73 psi/ft = frac gradient @ surface shoe

Fracture at surface shoe with 0.1 psi/ft gas gradient above

(Collapse Assumption: Fully Evacuated Casing, Max MW) (Tension Assumptions: Air Weight of Casing\*Buoy.Fact. of water)

Production casing:

(Burst Assumptions: Pressure test with 8.4ppg @ 7000 psi) 0.64 psi/ft = bottomhole gradient

(Collapse Assumption: Fully Evacuated Casing, Max MW) (Tension Assumptions: Air Weight of Casing\*Buoy.Fact. of water)

#### **CEMENT PROGRAM**

	FT. OF FILL	DESCRIPTION	SACKS	EXCESS	WEIGHT	YIELD
SURFACE LEAD	500'	Premium cmt + 2% CaCl	180	60%	15.80	1.15
Option 1		+ 0.25 pps flocele				
TOP OUT CMT (6 jobs)	1,200'	20 gals sodium silicate + Premium cmt	270	0%	15.80	1.15
		+ 2% CaCl + 0.25 pps flocele				
SURFACE		NOTE: If well will circulate water	to surface,	option 2 wil	l be utilized	
Option 2 LEAD	1,800'	65/35 Poz + 6% Gel + 10 pps gilsonite	170	35%	11.00	3.82
		+ 0.25 pps Flocele + 3% salt BWOW				
TAIL	500'	Premium cmt + 2% CaCl	150	35%	15.80	1.15
		+ 0.25 pps flocele				
TOP OUT CMT	as required	Premium cmt + 2% CaCl	as req.		15.80	1.15
PRODUCTION LEAD	3,661'	Premium Lite II +0.25 pps	290	35%	12.00	3.38
		celloflake + 5 pps gilsonite + 10% gel				
		+ 0.5% extender				
TAIL	4,970'	50/50 Poz/G + 10% salt + 2% gel	1,180	35%	14.30	1.31
		+ 0.1% R-3				

<sup>\*</sup>Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

#### FLOAT EQUIPMENT & CENTRALIZERS

SURFACE

Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring centralizers. Thread lock guide shoe

**PRODUCTION** 

Float shoe, 1 jt, float collar. 15 centralizers for a Mesaverde and 20 for a Blackhawk well.

1 centralizer on the first 3 joints and one every third joint thereafter.

#### ADDITIONAL INFORMATION

Test casing head to 750 psi after installing. Test surface casing to 1,500 psi prior to drilling out.

BOPE: 11" 5M with one annular and 2 rams. The BOPE will be installed before the production hole is drilled and tested to 5,000 psi (annular to 2,500 psi) prior to drilling out the surface casing shoe. Record on chart recorder and tour sheet. Function test rams on each trip. Maintain safety valve and inside BOP on rig floor at all times. Most rigs have top drives; however, if used, the Kelly is to be equipped with upper and lower kelly valves.

Surveys will be taken at 1,000' minimum intervals.

 ${\color{blue} \textbf{Most rigs have PVT System for mud monitoring. If no PVT is available, visual monitoring will be utilized.} \\$ 

DRILLING ENGINEER:

Nick Spence / Danny Showers / Chad Loesel

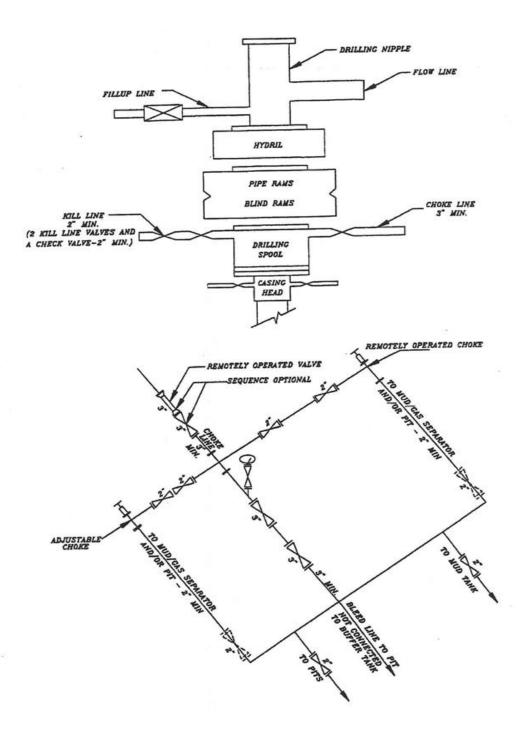
DRILLING SUPERINTENDENT:

DATE:

Kenny Gathings / Lovel Young

<sup>\*</sup>Substitute caliper hole volume plus 10% excess for TAIL if accurate caliper is obtained

EXHIBIT A NBU 1022-2G4CS



SCHEMATIC DIAGRAM OF 5,000 PSI BOP STACK

#### Requested Drilling Options:

Kerr-McGee will use either a closed loop drilling system that will require one pit and one cuttings storage area to be constructed on the drilling pad or a traditional drilling operation with one pit used for drilling and completion operations. The cuttings storage area will be used to contain only the de-watered drill cuttings and will be lined and bermed to prevent any liquid runoff. The drill cuttings will be buried in the completion pit once completion operations are completed according to traditional pit closure standards. The pit will be constructed to allow for completion operations. The completion operations pit will be lined with a synthetic material 20 mil or thicker and will be used for the completing of the wells on the pad or used as part of our Aandarko Completions Transportation System (ACTS). Using the closed loop drilling system will allow Kerr-McGee to decrease the amount of disturbance/footprint on location compared to a single large drilling/completions pit.

If Kerr-McGee does not use a closed loop drilling system, it will construct a traditional drilling/completions pit to contain drill cuttings and for use in completion operations. The pit will be lined with a synthetic material 20 mil or thicker. The drill cuttings will be buried in the pit using traditional pit closure standards.

RECEIVED: Mar. 06, 2012

	STATE OF UTAH		FORM 9				
l I	DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING	3	5.LEASE DESIGNATION AND SERIAL NUMBER: ST UT ML 22651				
SUNDR	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:						
Do not use this form for procurrent bottom-hole depth, IFOR PERMIT TO DRILL form	7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES						
1. TYPE OF WELL Gas Well	8. WELL NAME and NUMBER: NBU 1022-2G4CS						
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	ISHORE, L.P.		9. API NUMBER: 43047518190000				
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th	PHC n Street, Suite 600, Denver, CO, 80217 377	ONE NUMBER: 720 929-6	9. FIELD and POOL or WILDCAT: 5MATUERAL BUTTES				
4. LOCATION OF WELL FOOTAGES AT SURFACE:			COUNTY: UINTAH				
2375 FSL 1639 FEL QTR/QTR, SECTION, TOWNSH Qtr/Qtr: NWSE Section: (	HIP, RANGE, MERIDIAN: 02 Township: 10.0S Range: 22.0E Meridian:	S	STATE: UTAH				
11. CHECI	K APPROPRIATE BOXES TO INDICATE N	IATURE OF NOTICE, REPOR	T, OR OTHER DATA				
TYPE OF SUBMISSION		TYPE OF ACTION					
	ACIDIZE	ALTER CASING	CASING REPAIR				
NOTICE OF INTENT	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME				
Approximate date work will start:		COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE				
SUBSEQUENT REPORT Date of Work Completion:		FRACTURE TREAT	New construction				
Date of Work Completion:							
		PLUG AND ABANDON	☐ PLUG BACK				
SPUD REPORT Date of Spud:	☐ PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	☐ RECOMPLETE DIFFERENT FORMATION				
	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON				
/	TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL				
DRILLING REPORT Report Date:	WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION				
3/24/2012	WILDCAT WELL DETERMINATION	OTHER	OTHER:				
MIRU ROTARY RI MARCH 22, 201 CEMENTED PRODU 24, 2012 @ 12:00 F	COMPLETED OPERATIONS. Clearly show all pe G. FINISHED DRILLING FROM 2 2. RAN 4-1/2" 11.6# I-80 PROD ICTION CASING. RELEASED H&P IRS. DETAILS OF CEMENT JOB N COMPLETION REPORT. WELL IS N COMPLETION ACTIVITIES.	2,380' TO 8,655' ON UCING CASING. 2311 RIG ON MARCH WILL BE INCLUDED	Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ONLY March 26, 2012				
NAME (PLEASE PRINT)	PHONE NUMBER	TITLE  Regulartory Analyst					
Jaime Scharnowske	720 929-6304	Regulartory Analyst					
SIGNATURE N/A		<b>DATE</b> 3/26/2012					

## BLM - Vernal Field Office - Notification Form

Operator <u>KERR MCGEE</u> Rig Name/# <u>H&amp;P 311</u>
Submitted By RICK OMAN Phone Number 435- 790-1884
Well Name/Number NBU 1022-2G4CS
Qtr/Qtr NW/SE Section 2 Township 10S Range _22E
Lease Serial Number ST UT ML 22651
API Number43-047-518190000
All Number
Spud Notice – Spud is the initial spudding of the well, not drilling
out below a casing string.
out below a casing samig.
Date/Time AM DM PM D
<u>Casing</u> – Please report time casing run starts, not cementing
times.
Surface Casing
Intermediate Casing RECEIVED
Production Casing MAR 2 0 2012
Liner DIV. OF OIL, GAS & MINING
Other
Other
Date/Time AM PM
AN
BOPE
Initial BOPE test at surface casing point
BOPE test at intermediate casing point
30 day BOPE test
Other
Dato/Time 3/19/2012 10:00 AM M DM
Date/Time 3/18/2012 10:00 AM 🔀 PM 🗌
RemarksTIME ESTIMATED
Vehicing Thir Patrich

# BLM - Vernal Field Office - Notification Form

Operate	or <u>KERR MCGEE</u> Rig Name/	# <u>H&amp;P 311</u>
Submit	ted By RICK OMAN Phone Numb	er 435- 790-1884
	ame/Number NBU 1022-2G4CS	
	NW/SE Section 2 Township 10S	Range 22E
	Serial Number ST UT ML 22651	
	mber 43-047-518190000	
Spud N	<u>lotice</u> – Spud is the initial spuddir	ng of the well, not drilling
out bel	ow a casing string.	
D	- ha /Time a	
Da	ate/Time AM	PM
Casing	<ul> <li>Please report time casing run s</li> </ul>	starts not cementing
times.	riedse report time easing rang	ical is, not comenting
Г	urface Casing	
_	ntermediate Casing	
<u></u>	roduction Casing	
	ner	
	ther	
Da	ate/Time <u>3/23/2012</u> <u>08:00</u>	AM PM
BOPE		
	nitial BOPE test at surface casing	point RECEIVED
==	OPE test at intermediate casing p	
Г <del></del>	O day BOPE test	
	ther	DIV. OF OIL, GAS & MINING
Da	ate/Time AM	PM
Remark	ks <u>TIME ESTIMATED</u>	

Sundry Number: 27297 API Well Number: 43047518190000

	STATE OF UTAH		FORM 9
ı	DEPARTMENT OF NATURAL RESOURCE DIVISION OF OIL, GAS, AND MIN		5.LEASE DESIGNATION AND SERIAL NUMBER: ST UT ML 22651
SUNDR	RY NOTICES AND REPORTS	ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
Do not use this form for pro current bottom-hole depth, I FOR PERMIT TO DRILL form	7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES		
1. TYPE OF WELL Gas Well	8. WELL NAME and NUMBER: NBU 1022-2G4CS		
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	9. API NUMBER: 43047518190000		
<b>3. ADDRESS OF OPERATOR:</b> P.O. Box 173779 1099 18th	h Street, Suite 600, Denver, CO, 8021	<b>PHONE NUMBER:</b> 7 3779 720 929-0	9. FIELD and POOL or WILDCAT: 5NATERAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2375 FSL 1639 FEL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSH	HIP, RANGE, MERIDIAN: D2 Township: 10.0S Range: 22.0E Merio	dian: S	STATE: UTAH
11. CHECI	K APPROPRIATE BOXES TO INDICA	TE NATURE OF NOTICE, REPOR	RT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	ACIDIZE	ALTER CASING	CASING REPAIR
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT	NEW CONSTRUCTION
	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK
SPUD REPORT	✓ PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON
	TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL
✓ DRILLING REPORT Report Date:	WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION
6/29/2012	WILDCAT WELL DETERMINATION	OTHER	OTHER:
40 DECODINE DRODOGED OF	COMPLETED OPERATIONS. Clearly show	- Harding Alexander	
THE SUBJECT WELL 1:15 P.M. THE CHR	WAS PLACED ON PRODUCT CONOLOGICAL WELL HISTOR TH THE WELL COMPLETION R	TON ON JUNE 29, 2012 AT Y WILL BE SUBMITTED	
NAME (PLEASE PRINT) Jaime Scharnowske	PHONE NUMB	BER TITLE Regulartory Analyst	
SIGNATURE	720 929-6304	DATE	
N/A		7/3/2012	

RECEIVED: Jul. 03, 2012

#### STATE OF UTAH AMENDED REPORT FORM 8 DEPARTMENT OF NATURAL RESOURCES (highlight changes) 5. LEASE DESIGNATION AND SERIAL NUMBER: DIVISION OF OIL, GAS AND MINING ST UT ML 22651 6. IF INDIAN, ALLOTTEE OR TRIBE NAME WELL COMPLETION OR RECOMPLETION REPORT AND LOG 7. UNIT or CA AGREEMENT NAME 1a. TYPE OF WELL: OIL GAS Z OTHER UTU63047A WELL NAME and NUMBER b. TYPE OF WORK: NBU 1022-2G4CS a DIFF. RESVR. RE-ENTRY OTHER 9 APINUMBER 2. NAME OF OPERATOR 4304751819 KERR MCGEE OIL & GAS ONSHORE, L.P. PHONE NUMBER: 10 FIELD AND POOL, OR WILDCAT 3. ADDRESS OF OPERATOR: NATURAL BUTTES STATE CO ZIP 80217 (720) 929-6000 CITY DENVER P.O.BOX 173779 11. QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: 4. LOCATION OF WELL (FOOTAGES) AT SURFACE: NWSE 2375 FSL 1639 FEL S2,T10S,R22E NWSE 2 10S 22E S AT TOP PRODUCING INTERVAL REPORTED BELOW: SWNE 2558 FNL 1826 FEL S2,T10S,R22E 12. COUNTY 13. STATE AT TOTAL DEPTH: SWNE 257 FNL 1811 FEL S2,T10S,R22E **UTAH** UINTAH 17. ELEVATIONS (DF, RKB, RT, GL): 16. DATE COMPLETED: 14. DATE SPUDDED: 15. DATE T.D. REACHED: READY TO PRODUCE 🗸 ABANDONED 5037 GL 2/10/2012 3/22/2012 6/29/2012 21. DEPTH BRIDGE 19. PLUG BACK T.D.: MD 8.595 MD 20. IF MULTIPLE COMPLETIONS, HOW MANY? 18. TOTAL DEPTH: MD 8,655 PLUG SET: TVD TVD 8.5567 TVD 8.616 22. TYPE ELECTRIC AND OTHER MECHANICAL LOGS RUN (Submit copy of each) NO 🗸 YES (Submit analysis) WAS WELL CORED? BHV-SD/DSN/ACTR-CBL/GR/CCL NO 🗸 YES WAS DST RUN? (Submit report) NO YES DIRECTIONAL SURVEY? (Submit copy) 24. CASING AND LINER RECORD (Report all strings set in well) SLURRY VOLUME (BBL) CEMENT TYPE & NO. OF SACKS STAGE CEMENTER CEMENT TOP \*\* AMOUNT PULLED BOTTOM (MD) HOLE SIZE SIZE/GRADE WEIGHT (#/ft.) TOP (MD) DEPTH 40 28 20" 14" STL 36.7# 0 0 600 0 11" 28# 2.384 8 5/8" **IJ-55** 980 0 8,640 1,480 7 7/8" 4 1/2" I-80 11.6# 25. TUBING RECORD DEPTH SET (MD) PACKER SET (MD) PACKER SET (MD) SIZE DEPTH SET (MD) PACKER SET (MD) SIZE DEPTH SET (MD) 8.044 2 3/8' 27. PERFORATION RECORD 26. PRODUCING INTERVALS NO. HOLES PERFORATION STATUS BOTTOM (TVD) INTERVAL (Top/Bot - MD) SIZE FORMATION NAME TOP (MD) BOTTOM (MD) TOP (TVD) 0.36 183 6,559 8,581 Open Squeezed 6,559 8,581 (A) **MESAVERDE** Open Squeezed (B) Open Squeezed (C) Open (D) 28. ACID, FRACTURE, TREATMENT, CEMENT SQUEEZE, ETC. AMOUNT AND TYPE OF MATERIAL DEPTH INTERVAL PUMP 7707 BBLS SLICK H2O & 154,002 LBS 30/50 OTTAWA SAND 6559-8581 8 STAGES 30. WELL STATUS: 29. ENCLOSED ATTACHMENTS: DIRECTIONAL SURVEY DST REPORT GEOLOGIC REPORT ELECTRICAL/MECHANICAL LOGS PROD OTHER: SUNDRY NOTICE FOR PLUGGING AND CEMENT VERIFICATION CORE ANALYSIS

(CONTINUED ON BACK)

(5/2000)

AUG 2 8 2012

31. INITIAL PR	ODUCTION			INT	TERVAL A (As sho	wn in item #26)				
DATE FIRST PF 6/29/2012		TEST DATE: 7/1/2012	!	HOURS TESTE	D: <b>24</b>	TEST PRODUCTION RATES: →	OIL - BBL:	GAS - MCF: 2,331	WATER - BBL: 519	PROD. METHOD: FLWG
CHOKE SIZE: 20/64	TBG. PRESS. 1,656	CSG. PRESS. 2,249	API GRAVITY	BTU - GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: →	N OIL-BBL:	GAS - MCF: 2,331	WATER - BBL: 519	INTERVAL STATUS PROD
				INT	TERVAL B (As sho	wn in item #26)				
DATE FIRST PF	RODUCED:	TEST DATE:		HOURS TESTE	D:	TEST PRODUCTION RATES: →	OIL - BBL:	GAS - MCF:	WATER - BBL:	PROD. METHOD:
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU – GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: →	N OIL - BBL:	GAS MCF:	WATER BBL:	INTERVAL STATUS
	<u>, • </u>	<u> </u>		INI	TERVAL C (As sho	wn in Item #26)				
DATE FIRST PR	ST PRODUCED: TEST DATE:			HOURS TESTE	D:	TEST PRODUCTION RATES: →	OIL BBL:	GAS - MCF:	WATER - BBL:	PROD. METHOD:
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU - GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: →	N OIL - BBL:	GAS MCF:	WATER - BBL:	INTERVAL STATUS
				INT	TERVAL D (As sho	wn in item #26)				
DATE FIRST PF	RODUCED:	TEST DATE:		HOURS TESTE	D:	TEST PRODUCTION RATES: →	OiL – BBL:	GAS - MCF:	WATER BBL:	PROD. METHOD:
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU – GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: →	N OIL - BBL:	GAS - MCF:	WATER - BBL:	INTERVAL STATUS
32. DISPOSITIO	ON OF GAS (Sold	, Used for Fuel, V	ented, Etc.)		<u>.</u>	<del></del>				
33. SUMMARY	OF POROUS ZOI	VES (Include Aqu	ifers):		<del></del>		34. FORMATION	(Log) MARKERS:		
			ereof: Cored intervi ut-in pressures and		m tests, including de	ppth interval				
Formati	on		Sottom (MD)	Descrip	otions, Contents, etc	).		Name	(	Top (Measured Depth)
							GREEN R BIRD'S NE	EST		1,105 1,367 1,746

#### 35. ADDITIONAL REMARKS (include plugging procedure)

The first 210' of the surface hole was drilled with a 12 ¼" bit. The remainder of surface hole was drilled with an 11" bit. DQX csg was run from surface to 4991'; LTC csg was run from 4991' to 8640'. Attached is the chronological well history, perforation report & final survey.

36. I hereby certify that the foregoing and attached information is complete and correct as determined fro	m all avaliable records.
NAME (PLEASE PRINT) CARA MAHLER	TITLE REGULATORY ANALYST
SIGNATURE A	B/16/2017

This report must be submitted within 30 days of

- completing or plugging a new well
- drilling horizontal laterals from an existing well bore
- recompleting to a different producing formation
- reentering a previously plugged and abandoned well
- significantly deepening an existing well bore below the previous bottom-hole depth

WASATCH MESAVERDE 4,229

6,474

- drilling hydrocarbon exploratory holes, such as core samples and stratigraphic tests
- \* ITEM 20: Show the number of completions if production is measured separately from two or more formations.
- \*\* ITEM 24: Cement Top Show how reported top(s) of cement were determined (circulated (CIR), calculated (CAL), cement bond log (CBL), temperature survey (TS)).

Send to: Utah Division of Oil, Gas and Mining

1594 West North Temple, Suite 1210

Box 145801

Salt Lake City, Utah 84114-5801

Phone: 801-538-5340

Fax: 801-359-3940

## **Operation Summary Report**

 Well: NBU 1022-2G4CS - RED
 Spud Date: 2/11/2012

 Project: UTAH-UINTAH
 Site: NBU 1022-2J PAD
 Rig Name No: PROPETRO 12/12, H&P 311/311

 Event: DRILLING
 Start Date: 2/10/2012
 End Date: 3/24/2012

Event: DRILLING				Start Date	: 2/10/20	12	<u></u>	End Date: 3/24/2012			
Active Datum: RK Level)	(B @5,0	62.00usft (a	bove Mean S	ea	UWI: NV	WI: NW/SE/0/10/S/22/E/2/0/0/26/PM/S/2375/E/0/1639/0/0					
Date		Time art-End	Duration (hr)	Phase	Code	Sub Code	P/U MD Fr (usf				
2/10/2012	12:00	- 18:00	6.00	RDMO	01	A	Р	MIRU with JD SERVICES, MOUNTAIN WEST- MOVE RIG AND CAMPS 7.5 MILES WITH 2 J D FIELD SERVICE TRUCKS. MOVE RIG WITH 3 PRO PETRO CDL DRIVERS. RIG UP CAMPS W/ 2 MOUNTAIN WEST SWAMPERS, 2 MOUNTAIN WEST TRUCKS. ENTIRE RIG ON LOCATION BY 2200 hrs. (JD TRUCKS- FRAC TANKS, PUMP, C-CANS, FUEL TANK. (MOUNTAIN WEST HAULED HAULED CAMPS) (BHA AND PIPE INSPECTION WAS NOT COMPLETED UNTIL 1930 HRS.)			
	18:00	- 0:00	6.00	MIRU	01	F	P	PJSM, NIGHT OPERATIONS. RIG UP - WORKING AROUND LIVE WELLS AND BUCKET RIGS.			
2/11/2012	0:00	- 4:30	4.50	MIRU	01	В	P	INSTALL DIVERTER HEAD AND BLOOIE LINE, BUILD DITCH, SPOT IN RIG, CATWALK AND PIPE RACKS. RIG UP PIT PUMP. RIG UP HOLE PUMP. INSPECT RIG. UNABLE TO PRIME YELLOW DOG, RESERVE PIT PUMP. SUFFICIENT WATER VOLUME IS PRESENT IN RESERVE.			
	4:30	- 6:00	1.50	PRPSPD	80	В	Z	YELLOW DOG FAILURE, UNABLE TO PRIME, CALLED FOR VAC TRUCK TO PRESSURE PRIME.			
	6:00	- 8:15	2.25	PRPSPD	01	В	Р	HELD PJSM. P/U 8" 1.83 BEND .17 RPG MUD MOTOR (2 nd RUN) (SN 775-77294). M/U QD507 12.25" BIT (7 th RUN) (SN 7137066). P/U NEW SHOCK SUB SN (160-80835). TRIP IN CONDUCTOR TO SPUD.			
	8:15	- 11:15	3.00	PRPSPD	80	В	Z	YELLOW DOG FAILURE, UNABLE TO PRIME, USED VAC TRUCK TO PRESSURE PRIME.			
	11:15	- 13:00	1.75	DRLSUR	02	D	Р	SPUD 02/11/2012 11:45. DRILL 12.25" HOLE 44'- 210' (166', 140'/HR). WOB 5-15 Kips. PSI ON/OFF 600/400. UP/DOWN/ ROT 20/20/20 K. DRAG 0 Kips . CIRC RESERVE W. 8.4 ppg WATER. DRILL DOWN TO 210' W/ 6 in. COLLARS.			
	13:00	- 16:30	3.50	DRLSUR	06	Α	Р	TRIP OUT. LAY DOWN 6" DRILL COLLARS, 12 1/4 BIT. CHECK BIT AND MOTOR. PICK UP Q506 11" BIT (5 th RUN) (SN 7029500) P/U 8" DIRECTIONAL ASSEMBLY. INSTALL EM TOOL. TRIP IN TO 210' TO DRILL AHEAD.			
	16:30	- 0:00	7.50	DRLSUR	02	Q	P	DRILL 11" HOLE 210'-1360', CIRC RESERVE W. 8.3 ppg WATER. LOSS OF CIRCULTION AT 1390 , SWITCHED TO AREATED FLUID.			
2/12/2012	0:00	- 9:30	9.50	DRLSUR	02	D	Р	DRILL FROM 1076 ft. TO 2000 ft. LOSS OF CIRCULATION AT 1390- DRILLING ON AREATED FLUID			
	9:30	- 10:00	0.50	DRLSUR	07	Α	P	RIG SERVICE			
	10:00	- 11:30	1.50	DRLSUR	08	В	Z	INVESTIGATE POTENTIAL LEAK IN HOLE PUMP RADIATOR AND REPLACE FLUIDS AFTER COOLING			
	11:30	- 15:00	3.50	DRLSUR	02	Đ	Р	DRILL FROM 2000 ft. TO TD AT 2380 ft.			
	15:00	- 16:00	1.00	DRLSUR	05	С	P	CIRCULATE, SWEEP AND CLEAN HOLE, PREPARE FOR TOOH. PJSM.			
	16:00	- 18:00	2.00	DRLSUR	06	D	Р	LDDS FOR CASING RUN			

# **Operation Summary Report**

Spud Date: 2/11/2012 Well: NBU 1022-2G4CS - RED Site: NBU 1022-2J PAD Rig Name No: PROPETRO 12/12, H&P 311/311 Project: UTAH-UINTAH End Date: 3/24/2012 Event: DRILLING Start Date: 2/10/2012

UM: NW/SE/0/10/S/22/E/2/0/0/26/PM/S/2375/E/0/1639/0/0

ctive Datum: RKB @5,062.00usft (above Mean Sea evel)					UWI: NW/SE/0/10/S/22/E/2/0/0/26/PM/S/2375/E/0/1639/0/0						
Date	68 P. S.	ime rt-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation		
	18:00	2001 100 100 100 100	3.00	DRLSUR	06	D	Р		LAY DOWN DIRECTIONAL TOOLS, PULL MOTOR		
	21:00	- 21:30	0.50	DRLSUR	12	Α	P		AND BREAK BIT. LAY DOWN MOTOR.  MOVE PIPE RACKS AND CATWALK. PULL		
									DIVERTER HEAD. RIG UP TO RUN CASING.		
	21:30	- 0:00	2.50	DRLSUR	12	С	Р		HOLD PJSM, RUN 53 JOINTS OF 8-5/8 in. 28# J-55 LTC CASING. LAND FLOAT SHOE @ 2359 ft. KB. LAND BAFFLE PLATE @ 2313 ft. KB. RAN 5 TOTAL CENTRALIZERS. RUN 200' OF 1 in. TREMMIE.		
2/13/2012	0:00	- 1:00	1.00	DRLSUR	12	E	Р		PRESSURE TEST LINES TO 2000 PSI. PUMP 135 BBLS OF WATER AHEAD. MIX AND PUMP 20 BBLS OF 8.3# GEL WATER AHEAD. MIX AND PUMP (300 SX) 61 BBLS OF 15.8# 1.15 YD 5 GAL/SK PREMIUM CEMENT W/ 4% CALC. DROP PLUG ON FLY. DISPLACE W/ 152 BBLS OF H20. NO RETURNS THROUGH OUT JOB. FINAL LIFT OF 250 PSI AT 3 BBL/MIN. BUMP PLUG AT DISPLACEMENT VOLUME. LAND THE PLUG WITH 450 PSI. SHUT DOWN HELD		
									450 PSI FOR 5 MIN. TESTED FLOAT AND FLOAT HELD.		
	1;00	- 5:00	4.00	DRLSUR	12	E	Р		CEMENT DOWN BACKSIDE w/ 150 sx. (61.4 bbls.) SAME TAIL CEMENT WITHOUT RETURNS TO SURFACE, WOC, THEN TOP OUT CEMENT DOWN BACKSIDE w/ 150sx. (61.4 bbls.) SAME TAIL CEMENT WITH CEMENT TO SURFACE. RIG DOWN CEMENTERS. ALL PAD WELLS-CEMENT TO SURFACE.		
	5:00	- 5:30	0.50	RDMO	01	Α	P		RD/ RIG RELEASE AT 0300 hrs. 2-13-2012		
3/15/2012		- 0:00	8.00	MIRU	01	E	Р		RIG DOWN RIG FOR RIG MOVE TO NBU 1022-2G4CS		
3/16/2012	0:00	- 6:00	6.00	RDMO	01	Έ	Р		RIG DOWN RIG FOR RIG MOVE TO NBU 1022-2G4CS		
	6:00	- 22:00	16.00	MIRU	01	В	P		MOVE RIG FROM NBU 1022-204CS (80% OFF LOCATION) TO NBU 1022-2G4CS (30% RIGGED UP)		
	22:00	- 0:00	2.00	MIRU	01	В	Р		WAIT FOR DAYLIGHT HOURS		
3/17/2012	0:00	- 6:00	6.00	MIRU	01	В	P		WAIT FOR DAYLIGHT HOURS		
		- 0:00	18.00	MIRU	01	В	P		MOVE RIG FROM NBU 1022-204CS (98% OFF LOCATION) TO NBU 1022-2G4CS (70% RIGGED UP) TRUCKS RELEASED ON 3/17/2012 18:00 HRS		
3/18/2012		- 6:00	6.00	MIRU	01	В	P -		WAIT FOR DAYLIGHT HOURS		
		- 14:30	8.50	MIRU	01	В	P		RIG UP RIG		
	14:30	- 16:00	1.50	MIRU	14	Α	Р		NIPPLE UP BOP'S AND STRATA STRATA LINES / H&P EMPLOYEE DROPPED A BRASS PLUMB BOB DOWN HOLE / CALLED FOR A CONCAVE MILL TO RUN IN AND MILL IT UP		
	16:00	- 23:00	7,00	MIRU	15	A	P		HOLD SAFTEY MEETING, RIG UP BOP TESTERS PRESS TEST THE BOP, TIW, DART VALVE, BOP VALVES, PIPE RAMS, BLIND RAMS, CHOKE VALVES, KILL LINE AND STRATA LINES TO 250 PSI LOW/5MIN AND 5000 PSI HIGH/10 MIN. TESTED THE ANNULAR T/250 PSI LOW & 2500 PSI HIGH,TEST 8 5/8" CASING T/1500 PSI (OK) RD TESTER. INSTALL WEAR BUSHING		
	23:00	- 0:00	1.00	MIRU	06	Α	x		MAKE UP CONCAVE MILL, MOTOR, MWD TOOLS AND START TRIPPING IN HOLE		

/ell: NBU 1022	-2G4CS - RED						Spud Date: 2/11/2012			
roject: UTAH-L	JINTAH		Site: NBU	site: NBU 1022-2J PAD Rig Name No: PROPETRO 12/12, H						
vent: DRILLING	G		Start Date	e: 2/10/20	012		End Date: 3/24/2012			
ctive Datum: R	KB @5,062.00usft (ab	ove Mean S	ea	UWI: N	/2/0/0/26/PM/S/2375/E/0/1639/0/0					
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From Operation (usft)			
3/19/2012	0:00 - 7:30 7:30 - 10:30	7.50 3.00	DRLPRO DRLPRO	06 02	A F	z	MAKE UP CONCAVE MILL, MOTOR, MWD TOOLS AND TRIP IN HOLE TAGGED CEMENT @ 2240' MILL PLUMP BOB, CEMENT, FLOAT, GUIDE SHOE F/			
	10:30 - 13:30	3.00	DRLPRO	06	Α	– Z	2240' TO 2401' TRIP OUT OF HOLE, LAY DOWN CONCAVE MILL.			
	13:30 - 15:00	1.50	DRLPRO	06	A	P	TRIP IN HOLE TO 2401'			
	15:00 - 15:30	0.50	DRLPRO	07	A	P	RIG SERVICE			
	15:30 - 0:00	8.50	DRLPRO	02	В	P	DRILL F/ 2401' TO 3395' 994 TOTAL FEET @ 117 FEET PER HOUR WEIGHT ON BIT 18 ROTARY RPM'S 45 MUD MOTOR RPM'S 158 STROKES PER MINUTE 110 - GPM 495 MUD WEIGHT 8.3 VIS 26 TORQUE ON BOTTOM 5 TORQUE OF BOTTOM 5 PRESSURE ON BOTTOM 1800 PSI PRESSURE OFF BOTTOM 1500 PSI PICK UP STRING WEIGHT 121 K SLACK OFF STRING WEIGHT 121 K ROTATING STRING WEIGHT 105 K SLIDE 173' / 2 HRS / 87 FPH ROTATE 821' / 6.5 HRS / 126 FPH 14' N AND 6' W OF TARGET CENTER STRATA ON BY-PASS ANNULAR CONNECTION PRESSURE 42 PSI 0 FEET TO 0 FEET FLARE NOV DEWATERING			
3/20/2012	0:00 - 17:30	17.50	DRLPRO	02	В	P	DRILL F/ 3395' TO 5662' 2267 TOTAL FEET @ 130 FEET PER HOUR WEIGHT ON BIT 18 ROTARY RPM'S 55 MUD MOTOR RPM'S 168 STROKES PER MINUTE 110 - GPM 495 MUD WEIGHT 8.5 VIS 26 TORQUE ON BOTTOM 8 TORQUE OFF BOTTOM 5 PRESSURE ON BOTTOM 1458 PSI PRESSURE OFF BOTTOM 1394 PSI PICK UP STRING WEIGHT 169 K SLACK OFF STRING WEIGHT 112 K ROTATING STRING WEIGHT 136 K SLIDE 163' / 2.75 HRS / 59 FPH ROTATE 2104' / 14.5 HRS / 143 FPH 18' N AND 12' W OF TARGET CENTER STRATA ON BY-PASS ANNULAR DRILLING PRESSURE 105 PSI ANNULAR CONNECTION PRESSURE 42 PSI 0 FEET TO 0 FEET FLARE			

8/10/2012 9:19:43AM 3

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RIG SERVICE

17:30 - 18:00

0.50

DRLPRO

07

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Vell: NBU 1022-	2G4CS - RED						Spud Date: 2/11/2012	
Project: UTAH-UINTAH Site: NBU			1022-2J	PAD		Rig Name No: PROPETRO 12/12, H&P 311/3	11	
vent: DRILLING	 }		Start Date	e: 2/10/20	12		End Date: 3/24/2012	
Active Datum: RI	KB @5,062.00usft (ab	ove Mean Se				0/S/22/E/	2/0/0/26/PM/S/2375/E/0/1639/0/0	
.evel)								
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From Operation (usft)	
3/21/2012	0:00 - 17:00	6.00	DRLPRO	02	A	P	DRILL F/ 5662' TO 6051' 389 TOTAL FEET @ 6 FEET PER HOUR WEIGHT ON BIT 18 ROTARY RPM'S 55 MUD MOTOR RPM'S 168 STROKES PER MINUTE 110 - GPM 495 MUD WEIGHT 8.5 VIS 26 TORQUE ON BOTTOM 8 TORQUE OFF BOTTOM 1780 PSI PRESSURE ON BOTTOM 1780 PSI PICK UP STRING WEIGHT 178 K SLACK OFF STRING WEIGHT 118 K SLIDE 0' / 0 HRS / 0 FPH ROTATE 389' / 6 HRS / 65 FPH 11' N AND 14' W OF TARGET CENTER STRATA ON BY-PASS ANNULAR CONNECTION PRESSURE 42 PSI 0 FEET TO 0 FEET FLARE NOV DEWATERING DRILL F/ 5051' TO 7169' 1118 TOTAL FEET @ FEET PER HOUR WEIGHT ON BIT 18 ROTARY RPM'S 55 MUD MOTOR RPM'S 168 STROKES PER MINUTE 110 - GPM 495 MUD WEIGHT 8.5 VIS 26 TORQUE ON BOTTOM 8 TORQUE OFF BOTTOM 6 PRESSURE OFF BOTTOM 1780 PSI PICK UP STRING WEIGHT 195 K SLACK OFF STRING WEIGHT 195 K SLACK OFF STRING WEIGHT 195 K SLACK OFF STRING WEIGHT 159 K SLIDE 114' / 3 HRS / 38 FPH ROTATE 1004' / 14 HRS / 72 FPH 8' N AND 14' W OF TARGET CENTER STRATA ON BY-PASS ANNULAR DRILLING PRESSURE 105 PSI ANNULAR CONNECTION PRESSURE 42 PSI 0 FEET TO 0 FEET FLARE	
	17:00 - 17:30	0.50	DRLPRO	07	Α	₽	NOV DEWATERING RIG SERVICE	

# **Operation Summary Report**

			, delite sa divers		11.75			Date: 0/4/	1/0040		
Well: NBU 102		ED		OH- NDI	4000.01	DAD		Spud Date: 2/11	Rig Name No: PROPETRO 12/12, H&P 311/311		
Project: UTAH	<del></del>			Site: NBU							
			Start Date			10/00/E/0/	10 100 IDN 110 100	End Date: 3/24/2012			
Active Datum: RKB @5,062.00usft (above Mean Sea Level)					UVVI: N	W/SE/0/10	)/S/22/E/2/C	/U/20/PIVI/5/23/	75/E/0/1639/0/0		
Date	Tin		Duration	Phase	Code	Sub	P/U	MD From	Operation		
Jaw	Start-	7 5 6 6 6 6 6 6 6 6 6 6 6 6 6 6 6 6 6 6	(hr)			Code		(usft)			
	17:30 -	0:00	6.50	DRLPRO	02	В	Р		DRILL F/ 7169' TO 7602' 433 TOTAL FEET @ 67		
:									FEET PER HOUR		
									WEIGHT ON BIT 20		
									ROTARY RPM'S 55 MUD MOTOR RPM'S 168		
									STROKES PER MINUTE 110 - GPM 495		
									MUD WEIGHT 8.5 VIS 26		
									TORQUE ON BOTTOM 11		
									TORQUE OFF BOTTOM 10		
									PRESSURE ON BOTTOM 2075 PSI		
									PRESSURE OFF BOTTOM 1750 PSI		
									PICK UP STRING WEIGHT 215 K		
									SLACK OFF STRING WEIGHT 130 K		
•									ROTATING STRING WEIGHT 166 K		
									SLIDE 74' / 1.75 HRS / 42 FPH ROTATE 359' / 4.75 HRS / 75 FPH		
									18' N AND 13' W OF TARGET CENTER		
									STRATA ON BY-PASS		
									ANNULAR DRILLING PRESSURE 105 PSI		
									ANNULAR CONNECTION PRESSURE 42 PSI		
									0 FEET TO 0 FEET FLARE		
									NOV DEWATERING		
3/22/2012	0:00 -	16:30	16.50	DRLPRO	02	В	P		DRILL F/ 7602' TO 8655' 1053 TOTAL FEET @ 64		
									FEET PER HOUR		
									WEIGHT ON BIT 25		
									ROTARY RPM'S 55		
									MUD MOTOR RPM'S 168 STROKES PER MINUTE 110 - GPM 495		
									MUD WEIGHT 8.9 VIS 45		
									TORQUE ON BOTTOM 11		
									TORQUE OFF BOTTOM 10		
									PRESSURE ON BOTTOM 2075 PSI		
									PRESSURE OFF BOTTOM 1750 PSI		
									PICK UP STRING WEIGHT 220 K		
									SLACK OFF STRING WEIGHT 134 K		
									ROTATING STRING WEIGHT 185 K		
									SLIDE 0' / 0 HRS / 0 FPH ROTATE 1053' / 16.5 HRS / 64 FPH		
									12' S AND 3' E OF TARGET CENTER		
									STRATA ON LINE		
									ANNULAR DRILLING PRESSURE 145 PSI		
									ANNULAR CONNECTION PRESSURE 142 PSI		
									4 FEET FLARE		
									NOV CIRCULATING		
							_		TD ON 3/22/2012 @ 4:30 P.M. (1630 HRS)		
	16:30 -		0.50	DRLPRO	07	Α	P		RIG SERVICE		
	17:00 -	0:00	7.00	DRLPRO	05	G	P		DISPLACE MUD BRING WEIGHT UP 11.5# 48 VIS		
3/23/2012	0:00 -	2:30	2.50	DRLPRO	06	E	P		PULL OUT OF HOLE TO 2379' (SHOE)		
	2:30 -	3:30	1.00	DRLPRO	22	L	Z		STRATA'S ORBIT VALVE WON'T OPEN - REMOVE		
									FLOW LINE AND TRY TO FUNCTION ORBIT VALVE		
							_		WITH NO LUCK		
1		6:00	2.50	DRLPRO	06	Έ	P		TRIP IN HOLE TO 8655'		
	6:00 -	7:00	1.00	DRLPRO	05	Α	P		CIRCULATE GAS OUT		
	7:00 -	7:30	0.50	DRLPRO	05	J	P		FLOW CHECK NO FLOW		
	7:30 -	12:00	4.50	DRLPRO	06	В	Р		TRIP OUT OF HOLE FOR OPEN HOLE LOGS		

# **Operation Summary Report**

 Well: NBU 1022-2G4CS - RED
 Spud Date: 2/11/2012

 Project: UTAH-UINTAH
 Site: NBU 1022-2J PAD
 Rig Name No: PROPETRO 12/12, H&P 311/311

 Event: DRILLING
 Start Date: 2/10/2012
 End Date: 3/24/2012

Active Datum: RKB @5,062.00usft (above Mean Sea

UWI: NW/SE/0/10/S/22/E/2/0/0/26/PM/S/2375/E/0/1639/0/0

.ctive Datum: Rl evel)	e Datum: RKB @5,062.00usft (above Mean Sea )					UVVI: NVV/SE/0/10/S/22/E/2/0/0/28/PM/S/2375/E/0/1639/0/0							
Date	1 10 10 10 10 10	Time art-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation				
	1	- 17:30	5,50	DRLPRO	11	G	P	The state of the s	SAFETY MEETING RU HALLIBUTON AND RUN INTO BOTTOM LOGGERS TD 8647' DRILLERS TD 8655' W/ TRIPLE COMBO OPEN HOLE LOGS				
	17:30	- 0:00	6.50	DRLPRO	12	С	P		(RUN CASING TO 4514' @ 00:00 HRS MIDNIGHT) PULL WEAR BUSHING. RIG UP CASING CREW. RUN FLOAT SHOE, SHOE JT FLOAT COLLAR, 86 JTS & 1MARKER JT OF 4 1/2" I-80 11.6# LT&C CSG, 1 CROSS OVER F/ LT&C PIN T/ DQX BOX & 0 JTS 4 1/2" I-80 11.6# DQX CSG W/ SHOE SET @' & FLOAT COLLAR @' (TORQUE TURN DQX CSG) WASATCH MARKER JT @' & MESA VERDE MARKER JT @'. RIG DOWN CASING CREWS.				
3/24/2012	0:00	- 5:00	5.00	DRLPRO	12	C	P		RUN CASING FROM 4515' TO 8640' / PULL WEAR BUSHING. RIG UP CASING CREW. RUN FLOAT SHOE, SHOE JOINT FLOAT COLLAR, 86 JOINTS & 1MARKER JOINT OF 4 1/2" I-80 11.6# LT&C CASING, 1 CROSS OVER FROM LT&C PIN TO DQX BOX & 132 JTS 4 1/2" I-80 11.6# DQX CASING W/ SHOE SET @ 8640' & FLOAT COLLAR @ 8596' (TORQUE TURN DQX CASING) MARKER JOINT @ 4991' & X-OVER MARKER JOINT @ 6403'. RIG DOWN CASING CREWS.				
	5:00	- 6:00	1.00	DRLPRO	05	Α	P		CIRCULATE GAS OUT				
	6:00	- 9:00	3.00	DRLPRO	12	E	P		HOLD SAFTEY MEETING, RIG UP BJ CEMENTERS, PRESSURE TEST LINES TO 5000 PSI FOR 5 MIN., PUMPED 25 BBLS PRE FLUSH 8.4 PPG H2O, LEAD CEMENT = 12.0 PPG @ 2.26 CU/FT SACK YIELD, 403 SACKS, 162 BBLS (PREM LITE II + 0.05 lbs/sack STATIC FREE + 0.4% bwoc R-3 + 0.25 lbs/sack CELLO FLAKE + 5 lbs/sack KOL-SEAL + 0.4% bwoc FL-52 + 0.2% bwoc SODIUM METASILICATE + 8% bwoc BENTONITE II + FRESH WATER).  TAIL CEMENT = 14.3 PPG @ 1.31 CU/FT SACK YIELD, 1077 SACKS, 251 BBLS (50:50 POZ FLY ASH: CLASS G CEMENT + 10% bwow SODIUM CHLORIDE + 0.15% bwow R-3 + 0.002 gps FP-6L + 2% bwoc BENTONITE II + FRESH WATER), DISPLACED 133 BBLS H2O W/CLAY CARE + 1 GAL MAGNACIDE, FINAL LIFT PRESS 2614 PSI, BUMP PLUG T/ 3200 PSI HELD FOR 5 MIN, BLEED OFF FLOAT HELD, 0 BBLS CEMENT TO SURFACE, 20 BBLS OF PRE FLUSH BACK TO SURFACE, CALCULATED TOP OF TAIL @ 3669', RIG DOWN BJ CEMENTING EQUIPMENT, FLUSH OUT BOPS & FLOWLINE. RIG DOWN CEMENTERS & RELEASE CEMENTERS.				
	9:00	- 12:00	3.00	DRLPRO	01	E	P		NIPPPLE DOWN RIG, RIG RELEASED @ 12:00 P.M. (NOON) ON 3/24/2012				

#### 1 General

#### 1.1 Customer Information

Company	US ROCKIES REGION
Representative	
Address	

#### 1.2 Well/Wellbore Information

Well	NBU 1022-2G4CS - RED	Wellbore No.	OH				
Well Name	NBU 1022-2G4CS	Wellbore Name	NBU 1022-2G4CS				
Report No.	1	Report Date	6/28/2012				
Project	UTAH-UINTAH	Site	NBU 1022-2J PAD				
Rig Name/No.	SWABBCO 6/6	Event	COMPLETION				
Start Date	6/28/2012	End Date	6/29/2012				
Spud Date	2/11/2012	Active Datum	RKB @5,062.00usft (above Mean Sea Level)				
UWI	NW/SE/0/10/S/22/E/2/0/0/26/PM/S/2375/E/0/1639/0/0						

#### 1.3 General

Contractor		Job Method	PERFORATE	Supervisor	
Perforated Assembly	PRODUCTION CASING	Conveyed Method	WIRELINE		

#### 1.4 Initial Conditions

#### 1.5 Summary

Fluid Type	KCL WATER	Fluid Density	Gross interval	6,559.0 (usft)-8,581.0 (usft	Start Date/Time	6/29/2012	12:00AM
Surface Press		Estimate Res Press	No. of Intervals	43	End Date/Time	6/29/2012	12:00AM
TVD Fluid Top		Fluid Head	Total Shots	183	Net Perforation Interval		57.00 (usft)
Hydrostatic Press		Press Difference	Avg Shot Density	3.21 (shot/ft)	Final Surface Pressure		_
Balance Cond	NEUTRAL				Final Press Date		

#### 2 Intervals

#### 2.1 Perforated Interval

Date Formation/ CCL@ CC		Strategy with the	Shot	Misfires/ Diamete Carr Type /Stage No		Phasing	Charge Desc/Charge Charge Reason Misrun
Reservoir (usft) (u	S (usft)   usft)	京城市 医圆针冠 對原	Density shot/ft)	Add. Shot r (in)	Size (in)	0	Manufacturer Weight (gram)
6/29/2012 MESAVERDE/	6,559.0	6,560.0	4.00	0.360 EXP/	3.375	90.00	23,00 PRODUCTIO
12:00AM							: N

#### 2.1 Perforated Interval (Continued)

Date	Formation/	CCL@	CCL-T	MD Top	MD Base	Shot	Misfires/	Diamete	Carr T	ype /Stage No	Carr	Phasing	Charge Desc/Charge	Charge	Reason	Misrun
	Reservoir	(usft)	(usft)	(usft)	(usft)	Density (shot/ft)	Add. Shot	r (in)			Size (în)	ෆ	Manufacturer	Weight (gram)		
6/29/2012 12:00AM	MESAVERDE/		1	6,585.0	6,586.0	4.00		0.360	EXP/	A Committee of the A	3.375	90.00			PRODUCTIO N	***************************************
6/29/2012 12:00AM	MESAVERDE/			6,614.0	6,616.0	4.00		0.360	EXP/		3.375	90.00		23.0	PRODUCTIO N	
6/29/2012 12:00AM	MESAVERDE/			6,643.0	6,644.0	4.00		0,360	EXP/		3.375	90.00		23.0	PRODUCTIO N	
6/29/2012 12:00AM	MESAVERDE/	:		6,680.0	6,681.0	4.00		0.360	EXP/		3.375	90.00		23.0	0 PRODUCTIO N	
6/29/2012 12:00AM	MESAVERDE/			6,870.0	6,871.0	3.00		0.360	EXP/		3.375	120.00		23.0	PRODUCTIO N	
6/29/2012 12:00AM	MESAVERDE/		1	6,886.0	6,888.0	3.00		0.360	EXP/		3.375	120.00		23.0	0 PRODUCTIO N	i
6/29/2012 12:00AM	MESAVERDE/			6,920.0	6,921.0	3.00		0.360	EXP/		3.375	120.00		23.0	0 PRODUCTIO N	
6/29/2012 12:00AM	MESAVERDE/			6,937.0	6,938.0	3.00		0,360	EXP/		3.375	120.00		23.0	0 PRODUCTIO N	
6/29/2012 12:00AM	MESAVERDE/	:		7,015.0	7,016.0	3.00		0.360	EXP/		3.375	120.00		23.0	0 PRODUCTIO N	
6/29/2012 12:00AM	MESAVERDE/		i i	7,028.0	7,030.0	3.00		0.360	EXP/		3.375	120.00		23.0	0 PRODUCTIO N	
6/29/2012 12:00AM	MESAVERDE/			7,074.0	7,075.0	3.00		0.360	EXP/		3.375	120.00		23.0	0 PRODUCTIO N	
6/29/2012 12:00AM	MESAVERDE/			7,100.0	7,101.0	3.00		0.360	EXP/		3.375	120.00		23.0	0 PRODUCTIO N	
6/29/2012 12:00AM	MESAVERDE/			7,143.0	7,144.0	3.00		0.360	EXP/		3.375	120.00		23.0	0 PRODUCTIO N	
6/29/2012 12:00AM	MESAVERDE/	1		7,170.0	7,172.0	3.00		0.360	EXP/		3.375	120.00		23.0	0 PRODUCTIO N	
6/29/2012 12:00AM	MESAVERDE/	i		7,238.0	7,240.0	3.00		0.360	EXP/		3.375	120.00		23.0	0 PRODUCTIO N	
6/29/2012 12:00AM	MESAVERDE/			7,456.0	7,462.0	4.00		0.360	EXP/		3.375	90.00		23.0	0 PRODUCTIO N	
6/29/2012 12:00AM	MESAVERDE/	1	1 '	7,508.0	7,509.0	3.00		0.360	EXP/		3.375	120.00		23.0	0 PRODUCTIO N	
6/29/2012 12:00AM	MESAVERDE/	:		7,530.0	7,531.0	3.00		0.360	EXP/		3.375	120.00		23.0	0 PRODUCTIO N	
	MESAVERDE/		1	7,574.0	7,575.0	3.00		0,360	EXP/		3.375	120.00		23.0	0 PRODUCTIO N	
1	MESAVERDE/			7,600.0	7,601.0	3.00		0.360	EXP/		3.375	120.00		23.0	0 PRODUCTIO N	1
1	MESAVERDE/	:		7,670.0	7,671.0	3.00		0.360	EXP/		3.375	120.00		23.0	0 PRODUCTIO N	

#### 2.1 Perforated Interval (Continued)

Date	Formation/	CCL@	CCL-T	MD Top	A STATE OF THE PARTY OF THE PAR	Shot	Misfires/	Diamete	Carr Type /Stage No	Carr	Phasing	Charge Desc /Charge	Charge Reason	Misrun
	Reservoir	(usft)	S (usft)	(usft)	(usft)	Density (shot/ft)	Add. Shot	I (in)		Size (in)	()	Manufacturer	Weight (gram)	
6/29/2012 12:00AM	MESAVERDE/			7,710.0	7,711.0	3.00		0.360	EXP/	3.375	120.00		23.00 PRODUCTIO N	
6/29/2012 12:00AM	MESAVERDE/			7,744.0	7,746.0	3.00		0.360	EXP/	3.375	120.00		23.00 PRODUCTIO N	
6/29/2012 12:00AM	MESAVERDE/			7,850.0	7,851.0	3.00		0.360	EXP/	3.375	120.00		23.00 PRODUCTIO N	
12:00AM	MESAVERDE/			7,861.0	7,862.0	3.00	i	0.360	EXP/	3.375	120.00		23.00 PRODUCTIO N	
6/29/2012 12:00AM	MESAVERDE/			7,904.0	7,905.0	3.00		0.360	EXP/	3.375	120.00		23.00 PRODUCTIO N	
6/29/2012 12:00AM	MESAVERDE/			7,929.0	7,930.0	3.00		0.360	EXP/	3.375	120.00		23.00 PRODUCTIO N	
6/29/2012 12:00AM	MESAVERDE/		!	7,942.0	7,943.0	3.00		0.360	EXP/	3.375	120.00		23.00 PRODUCTIO N	
6/29/2012 12:00AM	MESAVERDE/	! !	:	7,978.0	7,980.0	3.00		0.360	EXP/	3.375	120.00		23.00 PRODUCTIO N	
6/29/2012 12:00AM	MESAVERDE/			8,091.0	8,092.0	3.00	3	0.360	EXP/	3.375	120.00	- 4	23.00 PRODUCTIO N	
6/29/2012 12:00AM	MESAVERDE/			8,107.0	8,108.0	3.00		0.360	EXP/	3.375	120.00		23.00 PRODUCTIO N	
6/29/2012 12:00AM	MESAVERDE/			8,144.0	8,145.0	3.00	: 	0.360	EXP/	3.375	120.00		23.00 PRODUCTIO N	
6/29/2012 12:00AM	MESAVERDE/			8,160.0	8,161.0	3.00		0.360	EXP/	3.375	120.00		23.00 PRODUCTIO N	
6/29/2012 12:00AM	MESAVERDE/			8,184.0	8,186.0	3.00		0.360	EXP/	3.375	120.00		23.00 PRODUCTIO N	
6/29/2012 12:00AM	MESAVERDE/			8,229.0	8,230.0	3.00		0.360	EXP/	3.375	120.00		23.00 PRODUCTIO N	
6/29/2012 12:00AM	MESAVERDE/	(		8,380.0	8,381.0	3.00		0.360	EXP/	3.375	120.00		23.00 PRODUCTIO N	
6/29/2012 12:00AM	MESAVERDE/			8,407.0	8,408.0	3.00		0.360	EXP/	3.375	120.00		23.00 PRODUCTIO N	1
12:00AM	MESAVERDE/			8,420.0	8,421.0	3.00		0.360	EXP/	3.375	120.00		23.00 PRODUCTIO N	
6/29/2012 12:00AM	MESAVERDE/			8,442.0	8,443.0	3.00		0.360	EXP/	3.375	120.00		23.00 PRODUCTIO N	
6/29/2012 12:00AM	MESAVERDE/			8,465.0	8,466.0	3.00		0.360	EXP/	3.375	120.00		23.00 PRODUCTIO N	
6/29/2012 12:00AM	MESAVERDE/			8,496.0	8,497.0	3.00		0.360	EXP/	3,375	120.00		23.00 PRODUCTIO N	
6/29/2012 12:00AM	MESAVERDE/			8,579.0	8,581.0	3.00		0.360	EXP/	3.375	120.00		23.00 PRODUCTIO N	

# **Operation Summary Report**

Well: NBU 1022-2G4CS - RED		Spud Date: 2/11/2012
Project: UTAH-UINTAH	Site: NBU 1022-2J PAD	Rig Name No: SWABBCO 6/6, SWABBCO 6/6
Event: COMPLETION	Start Date: 6/28/2012	End Date: 6/29/2012
Active Datum: RKB @5,062.00usft (above	e Mean Sea UWI: NW/SE/0/10/S/22/E/2/0	/0/26/PM/S/2375/E/0/1639/0/0

Active Datum: RKB @5,062.00usft (above Mean Sea

evel)	വ ക്രാ,ഗ	oz.oodsii (di	DOVE MICAN O	Ca							
Date	1.55 4.5	Time art-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From Operation (usft)			
2/11/2012		-									
6/21/2012	7:45	- 8:00	0.25	COMP	48		Р	HSM & JSA W/B & C QUICK TEST.			
	8:10	- 9:23	1.22	COMP	33	С	P	WHP 0 PSI. FILL SURFACE CSG. MIRU B&C QUICK TEST. PSI TEST T/ 1085 PSI. HELD FOR 15 MIN LOST -20 PSI. PSI TEST T/ 3516 PSI. HELD FOR 15 MIN LOST -37 PSI. 1ST PSI TEST T/ 7032 PSI. HELD FOR 30 MIN LOST 81 PSI. NO COMMUNICATION OR MIGRATION WITH SURFACE CSG BLEED OFF PSI. MOVE T/ NEXT WELL. SWI			
6/22/2012	7:45	- 8:00	0.25	COMP	48		Р	HSM & JSA W/CASEDHOLE SOLUATIONS.			
	10:15	- 11:15	1.00	COMP	37	В	P	WHP 0 PSI. MIRU CASEDHOLE SOLUATIONS. PERF STG 1) P/U 3 1/8" EXP GNS, 23 GRM, 0.36 HOLE, 120 DEG PHSG, 3 SPF, 24 HOLES. PERF MESA VERDE AS PER PERF DESIGN. POOH & HANG BACK LUB. SWI – SDFN. (((DROPPED BTM PERF FROM 8579' TO 8581', 3 SPF, 6 HOLES)))) COVERED UP.			
6/23/2012	7:00	- 7:15	0.25	COMP	48		P	HSM, HOT WEATHER, STAYING HYDRATED			
6/25/2012	7:00	- 7:15	0.25	COMP	48		Р	HSM, HOT WEATHER, STAYING HYDRATED			

#### **US ROCKIES REGION Operation Summary Report** Spud Date: 2/11/2012 Well: NBU 1022-2G4CS - RED Rig Name No: SWABBCO 6/6, SWABBCO 6/6 Site: NBU 1022-2J PAD Project: UTAH-UINTAH End Date: 6/29/2012 **Event: COMPLETION** Start Date: 6/28/2012 UWI: NW/SE/0/10/S/22/E/2/0/0/26/PM/S/2375/E/0/1639/0/0 Active Datum: RKB @5,062.00usft (above Mean Sea Level) Code P/U MD From Operation Date Phase Sub Time Duration Start-End Code (usft) 7:15 COMP P - 17:00 9.75 36 R PERF & FRAC FOLLOWING WELL AS PER DESIGN W/ 30/50 MESH SAND & SLK WTR. ALL CBP'S ARE HALIBURTON 8K CBP'S. REFER TO STIM PJR FOR FLIUD, SAND AND CHEMICL VOLUME PUM'D FRAC STG #1] WHP=1,645#, BRK DN PERFS=2,872#, @=4.8 BPM, INJ RT=53.6, INJ PSI=4,355#, INITIAL ISIP=2,241#, INITIAL FG=.70, FINAL ISIP=2,439#, FINAL FG=.73, AVERAGE RATE=53.2, AVERAGE PRESSURE=4,399#, MAX RATE=54.8, MAX PRESSURE=5,570#, NET PRESSURE INCREASE=198#, 24/24 100% CALC PERFS OPEN. X OVER TO WIRE LINE PERF STG #2] P/U RIH W/ HALIBURTON 8K CBP & PERF GUN, SET CBP @=8,260', PERF MESAVERDE USING 3-1/8 EXPEND, 23 GRM, 0.36" HOLE. AS PERSAY IN PROCEDURE, X OVER TO FRAC CREW FRAC STG #2] WHP=888#, BRK DN PERFS=2,880#, @=4.7 BPM, INJ RT=48.3, INJ PSI=4,919#, INITIAL ISIP=1,914#, INITIAL FG=.67, FINAL ISIP=2,614#, FINAL FG=.76, AVERAGE RATE=53.2, AVERAGE PRESSURE=5,057#, MAX RATE=55.5, MAX PRESSURE=5,764#, NET PRESSURE INCREASE=700#, 19/21 91% CALC PERFS OPEN. X OVER TO WIRE LINE PERF STG #3] P/U RIH W/ HALIBURTON 8K CBP & PERF GUN, SET CBP @=8,010', PERF MESAVERDE USING 3-1/8 EXPEND, 23 GRM, 0.36" HOLE. AS PERSAY IN PROCEDURE, X OVER TO FRAC CREW FRAC STG #3] WHP=1,340#, BRK DN PERFS=4,607#, @=4.7 BPM, INJ RT=58.4, INJ PSI=5,159#, INITIAL ISIP=2,461#, INITIAL FG=.75, FINAL ISIP=2,428#, FINAL FG=.75, AVERAGE RATE=57.8, AVERAGE PRESSURE=4,597#, MAX RATE=60.2, MAX PRESSURE=6,404#, NET PRESSURE INCREASE=-33#, 21/21 100% CALC PERFS OPEN. X OVER TO WIRE LINE PERF STG #41 P/U RIH W/ HALIBURTON 8K CBP & PERF GUN, SET CBP @=7,776', PERF MESAVERDE USING 3-1/8 EXPEND, 23 GRM, 0.36" HOLE. AS PERSAY IN PROCEDURE, X OVER TO FRAC CREW **SWIFN** HSM, WORKING W/ CHEMICALS 6:45 - 7:00 COMP 48 Р 6/26/2012 0.25

8/13/2012 3:28:14PM

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						KIES RE		
				Opera	ition S	Summa	ry Report	
Well: NBU 1022-2	G4CS - RED						Spud Date: 2/	11/2012
Project: UTAH-UI	NTAH		Site: NBI	J 1022-2J	PAD			Rig Name No: SWABBCO 6/6, SWABBCO 6/6
Event: COMPLET	TION		Start Dat	e: 6/28/20	12			End Date: 6/29/2012
Active Datum: RK Level)	(B @5,062.00usft	(above Mean Se	ea	UWI: N	N/SE/0/1	0/S/22/E/2	2/0/0/26/PM/S/23	375/E/0/1639/0/0
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation
	7:00 - 17:30	10.50	COMP	36	В	P		FRAC STG #4] WHP=1,630#, BRK DN PERFS=3,585#, @=4.8 BPM, INJ RT=54.5, INJ PSI=3,995#, INITIAL ISIP=1,591#, INITIAL FG=.69, FINAL ISIP=2,110#, FINAL FG=.72, AVERAGE RATE=56, AVERAGE PRESSURE=3,815#, MAX RATE=58.7, MAX PRESSURE=4,494#, NET PRESSURE INCREASE=219#, 24/24 100% CALC PERFS OPEN. X OVER TO WIRE LINE  PERF STG #5] P/U RIH W/ HALIBURTON 8K CBP & PERF GUN, SET CBP @=7,492', PERF MESAVERDE USING 3-1/8 EXPEND, 23 GRM, 0.36" HOLE. AS PERSAY IN PROCEDURE, X OVER TO FRAC CREW  FRAC STG #5] WHP=1,720#, BRK DN PERFS=2,351#, @=4.7 BPM, INJ RT=50.2, INJ PSI=4,044#, INITIAL ISIP=1,922#, INITIAL FG=.70, FINAL ISIP=2,147#, FINAL FG=.72, AVERAGE RATE=50.6, AVERAGE PRESSURE=4,232#, MAX RATE=55.6, MAX PRESSURE=4,521#, NET PRESSURE INCREASE=225#, 24/24 100% CALC PERFS OPEN. X OVER TO WIRE LINE  PERF STG #6] P/U RIH W/ HALIBURTON 8K CBP & PERF GUN, SET CBP @=7,270', PERF MESAVERDE USING 3-1/8 EXPEND, 23 GRM, 0.36" HOLE. AS PERSAY IN PROCEDURE, X OVER TO FRAC CREW
6/27/2012	6:45 - 7:00	0.25	COMP	48		Р		SWIFN HSM, RIGGING DOWN, OVERHEAD LOADS

						CKIES RI Summa	EGION Iry Report	
Well: NBU 1022	-2G4CS - RED						Spud Date: 2/1	1/2012
Project: UTAH-L			Site: NBL	J 1022-2	PAD			Rig Name No: SWABBCO 6/6, SWABBCO 6/6
Event: COMPLE	TION		Start Date	e: 6/28/20	012			End Date: 6/29/2012
Active Datum: R	KB @5,062.00usft (ab	ove Mean Se				10/S/22/E/2	2/0/0/26/PM/S/23	75/E/0/1639/0/0
Level)		<del></del>		<u> </u>	1	<b>,</b>	<u> </u>	
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation
	7:00 - 7:00	0.00	COMP	36	В	P		FRAC STG #6] WHP=1,200#, BRK DN PERFS=3,572#, @=4.6 BPM, INJ RT=52.9, INJ PSI=4,020#, INITIAL ISIP=1,751#, INITIAL FG=.68, FINAL ISIP=2,231#, FINAL FG=75., AVERAGE RATE=53.1, AVERAGE PRESSURE=4,163#, MAX RATE=55.1, MAX PRESSURE=4,616#, NET PRESSURE INCREASE=480#, 21/21 100% CALC PERFS OPEN. X OVER TO WIRE LINE  PERF STG #7] P/U RIH W/ HALIBURTON 8K CBP & PERF GUN, SET CBP @=7,060', PERF MESAVERDE USING 3-1/8 EXPEND, 23 GRM, 0.36" HOLE. AS PERSAY IN PROCEDURE, X OVER TO FRAC CREW  FRAC STG #7] WHP=1,58#, BRK DN PERFS=1,855#, @=7.1 BPM, INJ RT=50.5, INJ PSI=3,706#, INITIAL ISIP=1,639#, INITIAL FG=.67, FINAL ISIP=2,281#, FINAL FG=.77, AVERAGE RATE=50.4, AVERAGE PRESSURE=3,480#, MAX RATE=52.5, MAX PRESSURE=4,030#, NET PRESSURE INCREASE=642#, 24/24 100% CALC PERFS OPEN. X OVER TO WIRE LINE  PERF STG #8] P/U RIH W/ HALIBURTON 8K CBP &
								PERF GUN, SET CBP @=6,711', PERF MESAVERDE USING 3-1/8 EXPEND, 23 GRM, 0.36" HOLE. AS PERSAY IN PROCEDURE, X OVER TO FRAC CREW
								FRAC STG #8] WHP=229#, BRK DN PERFS=2,132#, @=4.8 BPM, INJ RT=57.6, INJ PSI=3,659#, INITIAL ISIP=1,158#, INITIAL FG=.61, FINAL ISIP=2,264#, FINAL FG=.78, AVERAGE RATE=55.7, AVERAGE PRESSURE=4,191#, MAX RATE=60.2, MAX PRESSURE=4,750#, NET PRESSURE INCREASE=1,106#, 24/24 100% CALC PERFS OPEN. X OVER TO WIRE LINE
								P/U RIH W/ HALIBURTON 8K CBP, SET FOR TOP KILL @=6,509'
6/28/2012	7:00 - 7:15	0.25	СОМР	48		Р		TOTAL FLUID PUMP'D=7,707 BBLS TOTAL SAND PUMP'D=154,002# JSA= PU TUBING
	7:15 - 17:00	9.75	COMP	30		P		MOVE RIG & EQUIP ONTO LOC SPOT IN & RIG UP RIG ND FRAC VALVES NU BOPS SPOT IN TUBING TALLY & PU RIH TAG PLUG @ 6509' RU DRILLING EQUIP PRESS TEST BOPS PREP TO D/O IN AM
6/29/2012	7:00 - 7:15	0.25	COMP	48		P		JSA=DRILLING PLUGS

				Opera	ition S	umma	ry Report
Well: NBU 1022-	2G4CS - RED				· · · · · · · · · · · · · · · · · · ·		Spud Date: 2/11/2012
Project: UTAH-U	INTAH		Site: NBI	J 1022-2J	PAD		Rig Name No: SWABBCO 6/6, SWABBCO 6/6
Event: COMPLE	TION		Start Dat	e: 6/28/20	)12		End Date: 6/29/2012
Active Datum: RI Level)	KB @5,062.00usft (at	oove Mean Se	ea	UWI: N	W/SE/0/1	0/S/22/E/2/	/0/0/26/PM/S/2375/E/0/1639/0/0
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From Operation (usft)
	7:15 - 17:00	9.75	COMP	30		Р	SIWP= 0 PSI EST CIRC DRILL THRU 1ST PLUG
							PLUG#1] C/O & DRILL THRU HALLI 8K CBP @ 6509' IN 7 MIN W/ 0 INCREASE
							PLUG #2] CONTINUE TO RIH TAG SAND @ 6685' (30' FILL) C/O & DRILL THRU HALLI 8K CBP @ 6715' IN 9 MIN W/ 50# INCREASE
							PLUG#3] CONTINUE TO RIH TAG SAND @7028' (30' FILL) C/O & DRILL THRU HALLI 8K CBP @ 7058' IN 11 MIN W/ 50# INCREASE
							PLUG #4] CONTINUE TO RIH TAG SAND @ 7230' (40' FILL) C/O & DRILL THRU HALLI 8K CBP @ 7270' IN 9 MIN W/ 30# INCREASE
							PLUG #5] CONTINUE TO RIH TAG SAND @ 7476' (25' FILL) C/O & DRILL THRU HALLI 8K CBP @ 7492' IN 7 MIN W/ 100# INCREASE

IN 7 MIN W/ 100# INCREASE

PLUG #6] CONTINUE TO RIH TAG SAND @ 7746'
(30' FILL) C/O & DRILL THRU HALLI 8K CBP @ 7776'

PLUG #7] CONTINUE TO RIH TAG SAND @ 7980'
(30' FILL) C/O & DRILL THRU HALLI 8K CBP @ 8010'
IN 7 MIN W/ 100# INCREASE

IN 6 MIN W/ 150# INCREASE

PLUG #8] CONTINUE TO RIH TAG SAND @ 8253' (25' FILL) C/O & DRILL THRU HALLI 8K CBP @ 8258' IN 9 MIN W/ 100# INCREASE

PBTD] CONTINUE TO RIH TAG SAND @ 8555' (40' FILL) C/O TO PBTD @ 8595' CIRC CLEAN RD SWVL POOH LD 18 JNTS LAND TUBING ON HNGR W/ 253 JNTS 2-3/8" L-80 EOT @ 8043.60' RD FLOOR @ TUBING EQUIP ND BOPS NU WELLHEAD DROP BALL PUMP OFF BIT @ 2700 PSI SIW NU & TEST FLOW LINE TURN WELL OVER TO FBC RD RIG MOVE OUT OF WAY TO PERF TUBING ON RTP WELLS

#### TUBING DETAIL

K.B	25'
HANGER	86"
253 JNTS 2-3/8" L-80	8015.60
POBS	2,20'
EOT	8043.60

TOTAL FLUID PUMPED= 7707 BBLS RIG REC= 2500 BBLS LEFT TO REC= 5207 BBLS

CTAP DEL=314 JNTS USED= 253 JNTS RETURNED= 61 JNTS

#### **US ROCKIES REGION Operation Summary Report** Spud Date: 2/11/2012 Well: NBU 1022-2G4CS - RED Rig Name No: SWABBCO 6/6, SWABBCO 6/6 Project: UTAH-UINTAH Site: NBU 1022-2J PAD End Date: 6/29/2012 Event: COMPLETION Start Date: 6/28/2012 UWI: NW/SE/0/10/S/22/E/2/0/0/26/PM/S/2375/E/0/1639/0/0 Active Datum: RKB @5,062.00usft (above Mean Sea Level) Phase Code P/U MD From Operation Date Time Duration Sub Start-End (hr) (usft) COMP 50 13:15 NEW WELL START UP @ 1315 HR ON 6/29/2012 -1200 MCFD, 1920 BWPD, FCP 2100#, FTP 1900#, 20/64 CK 6/30/2012 7/1/2012

8/13/2012 3:28:14PM



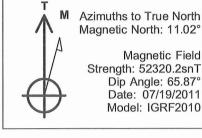
**Project: Uintah County, UT UTM12** Site: NBU 1022-2J PAD

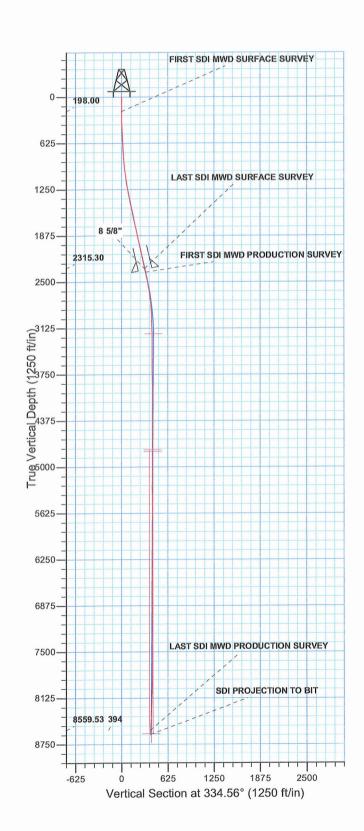
Well: NBU 1022-2G4CS Wellbore: OH Design: OH

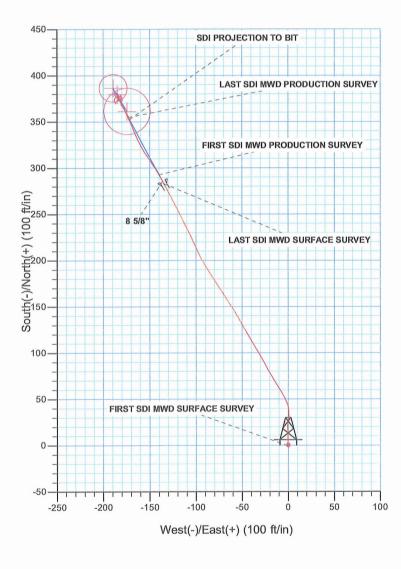


WELL DETAILS: NBU 1022-2G4CS GL 5037' & KB 25' @ 5062.00ft (HP 311) Northing 14521767.83 Easting 2087874.07 Latittude 39.977250 Longitude -109.402837 0.00









PROJECT DETAILS: Uintah County, UT UTM12

Geodetic System: Universal Transverse Mercator (US Survey Feet)
Datum: NAD 1927 - Western US
Ellipsoid: Clarke 1866
Zone: Zone 12N (114 W to 108 W)
Location: SECTION 2 T10 R22E

System Datum: Mean Sea Level

Design: OH (NBU 1022-2G4CS/OH)

Created By: Gabe Kendall Date: 9:39, March 26 2012



# **Kerr McGee Oil and Gas Onshore LP**

Uintah County, UT UTM12 NBU 1022-2J PAD NBU 1022-2G4CS

OH

Design: OH

# **Standard Survey Report**

26 March, 2012





# SDI

#### Survey Report



Company:

Kerr McGee Oil and Gas Onshore LP

Project:

Uintah County, UT UTM12

Site: Well: NBU 1022-2J PAD NBU 1022-2G4CS

Wellbore: Design:

ОН ОН Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference:

Survey Calculation Method:

Database:

Well NBU 1022-2G4CS

GL 5037' & KB 25' @ 5062,00ft (HP 311)

GL 5037' & KB 25' @ 5062,00ft (HP 311)

True

Minimum Curvature

EDM 5000.1 Single User Db

Project

Uintah County, UT UTM12

Map System: Geo Datum:

Universal Transverse Mercator (US Survey Feet)

NAD 1927 - Western US

Map Zone:

Zone 12N (114 W to 108 W)

System Datum:

Mean Sea Level

Site

NBU 1022-2J PAD, SECTION 2 T10 R22E

Site Position: From:

Lat/Long

Northing: Easting:

14,521,767.83 usft 2.087.874.06 usft

Latitude: Lonaitude: 39.977250

Position Uncertainty:

0.00 ft

Slot Radius:

13.200 in

-109.402837 1.03 °

**Grid Convergence:** 

Well

NBU 1022-2G4CS, 2375 FSL 1639 FEL

Well Position

+N/-S +E/-W 0.00 ft 0.00 ft

Northing: Easting:

14,521,767.83 usft 2,087,874.06 usft

Latitude: Longitude:

39.977250 -109.402837 5,037.00 ft

**Position Uncertainty** 

0.00 ft

Wellhead Elevation:

**Ground Level:** 

Wellbore

ОН

Magnetics

**Model Name** 

Sample Date

Declination (°)

Dip Angle (°)

Field Strength

(nT)

334.56

IGRF2010

07/19/11

11.02

65,87

52,320

0.00

Design

OH

**Audit Notes:** 

Version:

1.0

Phase:

ACTUAL

Tie On Depth:

0.00

**Vertical Section:** 

Depth From (TVD) (ft)

0.00

+N/-S (ft)

0.00

+E/-W (ft)

Direction

(°)

Survey Program

03/26/12 Date

From (ft)

To (ft)

Survey (Wellbore)

**Tool Name** 

Description

21.00 2,396,00

2,345.00 Survey #1 SDI MWD SURRFACE (OH) 8,655.00 Survey #2 SDI MWD PRODUCTION (OH) MWD SDI MWD SDI

MWD - Standard ver 1.0.1 MWD - Standard ver 1.0.1

Measured			Vertical			Vertical	Dogleg	Build	Turn
Depth (ft)	Inclination (°)	Azimuth (°)	Depth (ft)	+N/-S (ft)	+E/-W (ft)	Section (ft)	Rate (°/100ft)	Rate (°/100ft)	Rate (°/100ft)
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
21.00	0.00	0.00	21.00	0.00	0.00	0.00	0.00	0.00	0.00
198.00	0.40	245.38	198.00	-0.26	-0.56	0.01	0.23	0.23	0.00
FIRST SDI N	NWD SURFACE S	SURVEY							
284.00	1.23	11.91	283.99	0.52	-0.64	0.75	1.75	0.97	147.13
365.00	2.46	2.86	364,95	3.11	-0.38	2.97	1.56	1.52	-11.17
455,00	4.09	2.38	454.80	8.24	-0.15	7.51	1.81	1.81	-0.53
545.00	4.01	356.94	544.57	14.59	-0.18	13.26	0.44	-0.09	-6.04
635.00	3.05	356.74	634.40	20.13	-0.49	18.38	1.07	-1.07	-0.22
725,00	3.25	11.47	724.27	25.02	-0.12	22.64	0.92	0.22	16.37



## **SDI** Survey Report



Company:

Kerr McGee Oil and Gas Onshore LP

Project:

Uintah County, UT UTM12

Site: Well: NBU 1022-2J PAD NBU 1022-2G4CS

Wellbore: Design: OH

Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference:

Survey Calculation Method: Database: Well NBU 1022-2G4CS

GL 5037' & KB 25' @ 5062.00ft (HP 311)

GL 5037' & KB 25' @ 5062.00ft (HP 311)

True

Minimum Curvature

Measured			Vertical			Vertical	Dogleg	Build	Turn
Depth	Inclination	Azimuth	Depth	+N/-S	+E/-W	Section	Rate	Rate	Rate
(ft)	(°)	(°)	(ft)	(ft)	(ft)	<b>(ft)</b>	(°/100ft)	(°/100ft)	(°/100ft)
815.00	4.13	4.62	814.08	30.75	0.65	27.49	1.09	0.98	-7.61
905.00	5.54	355.04	903.76	38.31	0.54	34.36	1.80	1.57	-10.64
995.00	6.52	336.94	993.27	47.34	-1.84	43.54	2.36	1.09	-20.11
1,085.00	8.09	328.76	1,082.54	57.45	-7.13	54.94	2.09	1.74	-9.09
1,175.00	8.97	328.09	1,171.54	68.82	-14.12	68.22	0.98	0.98	-0.74
1,265.00	10.55	331.66	1,260.24	82.03	-21.74	83.42	1.88	1.76	3.97
1,355.00	11.70	330.25	1,348.54	97.21	-30.18	100.75	1.31	1.28	-1.57
1,445.00	12.49	328.50	1,436.55	113.43	-39.79	119.52	0.97	0.88	-1.94
1,535.00	11.78	331.13	1,524.54	129.77	-49.31	138.37	1.00	-0.79	2,92
1,625.00	12.93	328.50	1,612.45	146.40	-59.01	157.56	1.42	1,28	-2.92
1,715.00	12.75	326.47	1,700.20	163.27	-69.76	177.40	0.54	-0.20	-2.26
1,805.00	12.40	326.74	1,788.04	179.63	-80.54	196.81	0.39	-0.39	0.30
1,895.00	12.49	329.81	1,875.93	196.12	-90.74	216.08	0.74	0.10	3.41
1,985.00	12.49	335.35	1,963.80	213.38	-99.69	235.51	1.33	0.00	6.16
2,075.00	12.54	334.17	2,051.66	231.02	-108.01	255.01	0.29	0.06	-1.31
2,165.00	12.22	333.51	2,139.57	248.34	-116.51	274.31	0.39	-0.36	-0.73
2,255.00	12,49	332.28	2,227.49	265,48	-125.29	293.55	0.42	0.30	-1,37
2,345.00	12.84	331.66	2,315.30	282.89	-134.56	313.27	0.42	0.39	-0.69
LAST SDI M	WD SURFACE S	URVEY							
2,396.00	12.75	330.42	2,365.03	292.78	-140.03	324.54	0.57	-0.18	-2.43
FIRST SDI N	IWD PRODUCTION	ON SURVEY							
2,490.00	10.99	324.97	2,457.02	309.14	-150.29	343,72	2.22	-1.87	-5.80
2,585.00	9.67	331.21	2,550.48	323.54	-159.34	360.62	1.82	-1.39	6.57
2,679.00	9.06	338.50	2,643.23	337.35	-165.85	375.88	1.42	-0.65	7.76
2,773.00	6.68	336.48	2,736.34	349.25	-170.75	388.73	2.55	-2.53	-2.15
2,868.00	5.10	335.08	2,830.83	358.15	-174.73	398.48	1.67	-1.66	-1.47
2,962.00	2.99	329.71	2,924.59	364.05	-177.73	405.10	2.28	-2.24	-5.71
3,056.00	1,76	322.07	3,018.51	367.31	-179.85	408.95	1.35	-1.31	-8.13
3,151.00	0.88	352.48	3,113.49	369.18	-180.84	411.07	1.15	-0.93	32.01
3,245.00	0.70	21.92	3,207.48	370.43	-180.72	412.14	0.47	-0.19	31.32
3,340.00	0.38	251.33	3,302.48	370.87	-180.80	412.58	1.04	-0.34	-137.46
3,434.00	0.66	64.90	3,396.47	371.00	-180.61	412.61	1.10	0.30	184.65
3,528.00	0.67	26.53	3,490.47	371.72	-179.87	412.94	0.47	0.01	-40.82
3,623.00	1.52	6.98	3,585.45	373.47	-179.47	414.35	0.96	0.89	-20.58
3,717.00	0.15	49.28	3,679.44	374.79	-179.23	415.43	1.50	-1.46	45.00
3,811.00	1.14	336.13	3,773.43	375.72	-179.51	416.40	1.18	1.05	-77.82
3,906.00	0.97	318.38	3,868.42	377.19	-180.43	418.12	0.39	-0.18	-18.68
4,000.00	0.90	257.93	3,962.41	377.63	-181.68	419.05	1.00	-0.07	-64.31
4,094.00	0.97	222.14	4,056.39	376.88	-182.94	418.92	0.62	0.07	-38.07
4,189.00	0.44	110.78	4,151.39	376.16	-183.13	418.35	1.27	-0.56	-117.22
4,283.00	0.75	18.15	4,245.39	376.61	-182.61	418.54	0.94	0.33	-98.54
4,378.00	0.53	35.46	4,340.38	377.56	-182.16	419.20	0.31	-0.23	18.22
4,472.00	0.26	70.88	4,434.38	377.99	-181.70	419.39	0.37	-0.29	37.68



## SDI Survey Report



Company:

Kerr McGee Oil and Gas Onshore LP

Project

Uintah County, UT UTM12

Site: Well: NBU 1022-2J PAD NBU 1022-2G4CS

Wellbore: Design:

ОН ОН

Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference:

Survey Calculation Method: Database:

Well NBU 1022-2G4CS

GL 5037' & KB 25' @ 5062.00ft (HP 311)

GL 5037' & KB 25' @ 5062.00ft (HP 311)

True

Minimum Curvature

Measured			Vertical			Vertical	Dogleg	Build	Turn
Depth (ft)	Inclination (°)	Azimuth (°)	Depth (ft)	+N/-S (ft)	+E/-W (ft)	Section (ft)	Rate (°/100ft)	Rate (°/100ft)	Rate (°/100ft)
	BERTSEL PARAMONIST	an era erakkop, mon aka		Sam Christian sin	a hade to an indica		de Deliteration de Sistema		
4,566.00	0.26	74.74	4,528.38	378.11	-181.30	419.33	0.02	0.00	4.11
4,661.00	0.18	33.44	4,623.38	378.29	-181.01	419.37	0.18	-0.08	-43.47
4,755.00	0.03	310.56	4,717.38	378.43	-180.94	419.46	0.19	-0.16	-88.17
4,850.00	0.09	356.70	4,812.38	378.52	-180.97	419.56	0.08	0.06	48.57
4,944.00	0.18	106.12	4,906.38	378.56	-180.83	419.53	0.24	0.10	116.40
5,038.00	0.70	195.42	5,000.37	377.96	-180.84	418.99	0.77	0.55	95.00
5,133.00	0.79	179,51	5,095.37	376.75	-180.99	417.96	0.24	0.09	-16.75
5,227.00	1.06	179.95	5,189.35	375.23	-180.98	416.59	0.29	0.29	0.47
5,321.00	0.26	256.41	5,283.35	374.31	-181.19	415.85	1.10	-0.85	81.34
5,416.00	1.06	310.47	5,378.34	374.83	-182.07	416.69	0.98	0.84	56.91
5,510.00	1.14	314.51	5,472.32	376.05	-183.39	418.37	0.12	0.09	4.30
5,600.00	0.62	275,31	5,562.31	376.72	-184.52	419.46	0.85	-0.58	-43.56
5,694.00	0.53	279.53	5,656.31	376.84	-185.45	419.96	0.11	-0.10	4.49
5,788.00	0.40	251.12	5,750.31	376.81	-186.19	420,25	0.28	-0.14	-30.22
5,883.00	0.70	213.52	5,845.30	376.22	-186.83	419.99	0.48	0.32	-39.58
5,977.00	0.88	193.57	5,939.29	375.04	-187.31	419.13	0.35	0.19	-21.22
6,071.00	0.79	208.69	6,033.28	373,77	-187.79	418.19	0.25	-0.10	16.09
6,166.00	1.09	182.40	6,128.27	372.29	-188.15	417.01	0.55	0.32	-27.67
6,260.00	0.18	14.71	6,222.26	371.54	-188.15	416.33	1.35	-0.97	-178,39
6,354.00	0.44	85.82	6,316.26	371.71	-187.75	416.31	0,44	0.28	75.65
6 440 00	0,53	170,02	6,411,26	371.30	-187.31	415.76	0.69	0.09	88.63
6,449.00 6,543.00	0.88	161.84	6,505.25	370.19	-187.01	414.62	0.39	0.37	-8.70
•	0.53	47.59	6,599.25	369.79	-186.46	414.03	1.28	-0.37	-121.54
6,637.00		0.30	6,694.24	370.97	-186.13	414.95	0.84	0.56	-49.78
6,732.00 6,826.00	1.06 0.88	54.88	6,788.23	372.25	-185.54	415.86	0.96	-0.19	58.06
		70.00	0.000.00	270.00	404.00	A1E 91	0.37	0.00	24.42
6,921.00	0.88	78.08	6,883.22	372.82	-184.23	415,81 415,93	0.64	~0.18	-45.53
7,015.00	0.71	35.28	6,977.21	373.45	-183.18		1.20	0.10	-43.33 -42.93
7,110.00	1.58	354.50	7,072.19	375.23	-182.97	417.45 420.35	0.61	0.56	-7.01
7,204.00 7,298.00	2.11 1.41	347.91 313.28	7,166.14 7,260.10	378.21 380.70	-183.46 -184.66	423.11	1.32	-0.74	-36.84
•			·					2.24	55.04
7,393.00	1.61	261.02	7,355.07	381.29	-186.83	424.58	1.41	0.21	-55.01
7,487.00	0.35	166.77	7,449.06	380.81	-188.07	424.67	1.78	-1.34	-100.27
7,581.00	0.26	163.78	7,543.06	380.32	-187.94	424.18	0.10	-0.10	-3.18 e an
7,676.00	0.70	157.71	7,638.05	379.58	-187.66	423.39	0.47	0.46	-6.39
7,770.00	0.88	154.28	7,732.05	378.40	-187.13	422.09	0.20	0.19	-3.65
7,864.00	1.22	139.51	7,826.03	376.99	-186.17	420.40	0.46	0.36	-15.71
7,959.00	1.23	137.67	7,921.01	375.46	-184.83	418.45	0.04	0.01	-1.94
8,053.00	1.49	132.31	8,014.98	373,89	-183.24	416.35	0.31	0.28	-5.70
8,147.00	1.93	149.80	8,108.94	371.70	-181.54	413.65	0.72	0.47	18.61
8,242.00	2.46	149.54	8,203.87	368.56	-179.70	410.02	0.56	0.56	-0.27
8,336.00	2.29	158.42	8,297.79	365.08	-177.99	406.14	0.43	-0.18	9.45
8,430.00	2.64	147.96	8,391.70	361.50	-176.15	402.11	0.60	0.37	-11.13
8,525.00	2.62	149.22	8,486.60	357.78	-173.88	397.78	0.06	-0.02	1.33
8,598.00	2.64	161.05	8,559.53	354.75	-172.48	394.45	0.74	0.03	16.21



#### SDI

#### Survey Report



Company:

Kerr McGee Oil and Gas Onshore LP

Project:

Uintah County, UT UTM12

Site: Well: NBU 1022-2J PAD NBU 1022-2G4CS

Wellbore: Design:

ОН ОН

Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference:

Survey Calculation Method:

Database:

Well NBU 1022-2G4CS

GL 5037' & KB 25' @ 5062.00ft (HP 311)

GL 5037' & KB 25' @ 5062.00ft (HP 311)

Minimum Curvature

Survey										
	Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
	LAST SDI MV	VD PRODUCTION	N SURVEY							
	8,655.00	2.64	161.05	8,616.47	352.27	-171.63	391.84	0.00	0.00	0.00
	SDI PROJEC	TION TO BIT								

Design Annotation	ons				
	Measured Depth (ft)	Vertical Depth (ft)	Local Coord	+E/-W	Comment
	198.00	198.00	(ft) -0.26	( <b>ft)</b> -0.56	FIRST SDI MWD SURFACE SURVEY
	2,345.00	2,315.30	282.89	-134.56	LAST SDI MWD SURFACE SURVEY
	2,396.00	2,365.03	292.78	-140.03	FIRST SDI MWD PRODUCTION SURVEY
	8,598.00	8,559.53	354.75	-172.48	LAST SDI MWD PRODUCTION SURVEY
	8,655.00	8,616.47	352.27	-171.63	SDI PROJECTION TO BIT

Checked By:	Approved By:	Date:	



# **Kerr McGee Oil and Gas Onshore LP**

Uintah County, UT UTM12 NBU 1022-2J PAD NBU 1022-2G4CS

OH

Design: OH

# **Survey Report - Geographic**

26 March, 2012





### SDI Survey Report - Geographic



Company:

Kerr McGee Oil and Gas Onshore LP

Project:

Uintah County, UT UTM12

Site: Well: NBU 1022-2J PAD NBU 1022-2G4CS

Wellbore: Design:

ОН ОН Local Co-ordinate Reference:

TVD Reference:

MD Reference: North Reference:

Survey Calculation Method:

Database:

Well NBU 1022-2G4CS

GL 5037' & KB 25' @ 5062.00ft (HP 311) GL 5037' & KB 25' @ 5062.00ft (HP 311)

True

Minimum Curvature

EDM 5000.1 Single User Db

**Project** 

Uintah County, UT UTM12

Map System: Geo Datum:

Universal Transverse Mercator (US Survey Feet)

NAD 1927 - Western US

Map Zone:

Zone 12N (114 W to 108 W)

System Datum:

Mean Sea Level

Site

NBU 1022-2J PAD, SECTION 2 T10 R22E

Site Position:

Lat/Long

Northing: Easting:

14,521,767.83 usft 2,087,874.06 usft

Latitude: Longitude:

39,977250 -109.402837

**Position Uncertainty:** 

0.00 ft

Slot Radius:

13.200 in

**Grid Convergence:** 

1.03°

Well

From:

NBU 1022-2G4CS, 2375 FSL 1639 FEL

Well Position

0.00 ft +N/-S +E/-W 0.00 ft

Northing: Easting:

14,521,767.83 usft 2,087,874.06 usft Latitude: Longitude:

39.977250 -109,402837

**Position Uncertainty** 

0.00 ft

Wellhead Elevation:

ft

**Ground Level:** 

5,037.00 ft

Wellbore

ОН

Magnetics

**Model Name** 

Sample Date

Declination (°)

Dip Angle (°)

Field Strength

(nT)

**IGRF2010** 

07/19/11

11.02

65.87

52,320

Design

ОН

**Audit Notes:** 

Version:

1.0

Phase:

(ft)

ACTUAL

Tie On Depth:

0.00

Vertical Section:

Depth From (TVD)

+N/-S (ft)

+E/-W

Direction

(°)

0.00

0.00

0.00

334.56

Survey Program

03/26/12 Date

From (ft)

To (ft)

Survey (Wellbore)

**Tool Name** 

Description

21.00 2,396.00 2,345.00 Survey #1 SDI MWD SURRFACE (OH)

MWD SDI

8,655.00 Survey #2 SDI MWD PRODUCTION (OH)

MWD SDI

MWD - Standard ver 1.0.1 MWD - Standard ver 1.0.1

Burvey		ariske is 187	KI SIVITOMBI						
Measured Depth	Inclination	Azimuth	Vertical Depth	+N/-S	+E/-W	Map Northing	Map Easting		
(ft)	(°)	(°)	(ft)	(ft)	(ft)	(usft)	(usft)	Latitude	Longitude
0.00	0.00	0.00	0.00	0.00	0.00	14,521,767.83	2,087,874.06	39.977250	-109.402837
21.00	0.00	0.00	21.00	0.00	0.00	14,521,767.83	2,087,874.06	39.977250	-109.402837
198.00	0.40	245.38	198.00	-0.26	-0.56	14,521,767.56	2,087,873.51	39,977249	-109.402839
FIRST SI	DI MWD SURF	ACE SURVE	Y						
284.00	1.23	11.91	283.99	0.52	-0.64	14,521,768.34	2,087,873.41	39.977252	-109.402840
365.00	2.46	2.86	364.95	3.11	-0.38	14,521,770.93	2,087,873.63	39.977259	-109,402839
455.00	4.09	2.38	454.80	8.24	-0.15	14,521,776.07	2,087,873.77	39.977273	-109.402838
545.00	4.01	356.94	544.57	14.59	-0.18	14,521,782.42	2,087,873.62	39.977290	-109,402838
635.00	3.05	356.74	634.40	20.13	-0.49	14,521,787.95	2,087,873.21	39.977305	-109,402839
725.00	3.25	11.47	724.27	25.02	-0.12	14,521,792.84	2,087,873.50	39.977319	-109.402838
815.00	4.13	4.62	814.08	30.75	0,65	14,521,798.59	2,087,874.16	39.977335	-109.402835



# **SDI**Survey Report - Geographic



Company: Kerr McGee Oil and Gas Onshore LP

Project: Uintah County, UT UTM12
Site: NBU 1022-2J PAD

Well: NBU 1022-2G4CS

Wellbore: OH Design: OH Local Co-ordinate Reference: Well NBU 1022-2G4CS

**TVD Reference:** GL 5037' & KB 25' @ 5062.00ft (HP 311) **MD Reference:** GL 5037' & KB 25' @ 5062.00ft (HP 311)

North Reference: True

Survey Calculation Method: Minimum Curvature

Database: EDM 5000.1 Single User Db

Measured			Vertical			Map	Мар		
Depth	Inclination	Azimuth	Depth	+N/-S	+E/-W	Northing	Easting		
(ft)	(°)	(°)	(ft)	(ft)	(ft)	(usft)	(usft)	Latitude	Longitude
905.00	5.54	355.04	903.76	38.31	0.54	14,521,806.14	2,087,873.91	39.977355	-109.402
995.00	6.52	336.94	993.27	47.34	-1.84	14,521,815.13	2,087,871.38	39.977380	-109.402
1,085.00	8.09	328.76	1,082.54	57.45	-7.13	14,521,825.15	2,087,865.91	39.977408	-109.402
1,175.00	8.97	328.09	1,171.54	68.82	-14.12	14,521,836.39	2,087,858.71	39.977439	-109.402
1,265.00	10.55	331.66	1,260.24	82.03	-21.74	14,521,849.46	2,087,850.86	39.977475	-109.402
1,355.00	11.70	330.25	1,348.54	97.21	-30.18	14,521,864.48	2,087,842.15	39.977517	-109,402
1,445.00	12.49	328.50	1,436.55	113.43	-39.79	14,521,880.53	2,087,832.24	39.977562	-109.402
1,535.00	11.78	331.13	1,524.54	129.77	-49.31	14,521,896.70	2,087,822.43	39.977606	-109.403
1,625.00	12.93	328.50	1,612.45	146.40	-59.01	14,521,913.16	2,087,812.44	39.977652	-109.403
1,715.00	12.75	326,47	1,700.20	163.27	-69.76	14,521,929.82	2,087,801.39	39.977698	-109.403
1,805.00	12.40	326.74	1,788.04	179.63	-80.54	14,521,945.99	2,087,790.31	39.977743	-109.403
1,895.00	12.49	329.81	1,875.93	196.12	-90.74	14,521,962.29	2,087,779.83	39,977789	-109,403
1,985.00	12.49	335.35	1,963.80	213.38	-99.69	14,521,979.39	2,087,770.57	39.977836	-109.403
2,075.00	12.54	334.17	2,051.66	231.02	-108.01	14,521,996.88	2,087,761.94	39.977884	-109.403
2,165.00	12.22	333.51	2,139.57	248.34	-116.51	14,522,014.04	2,087,753.12	39.977932	-109,403
2,255.00	12.49	332,28	2,227.49	265.48	-125.29	14,522,031.02	2,087,744.04	39.977979	-109.403
2,345.00	12.84	331.66	2,315.30	282.89	-134,56	14,522,048,27	2,087,734.46	39.978027	-109.403
	I MWD SURF		,			, ,			
2,396.00	12.75	330.42	2,365.03	292.78	-140.03	14,522,058.05	2,087,728.81	39.978054	-109,403
	OI MWD PROD			202	1,0.00	11,022,000.00	2,001,120.01	00.07 000-7	-100,400
2,490.00	10.99	324.97	2.457.02	309.14	-150.29	14,522,074.23	2,087,718.26	20.070000	100 400
2,585.00	9.67	331.21	2,457.02	323.54	-159.34		2,087,718.26	39.978099	-109.403
-			· · · · · · · · · · · · · · · · · · ·			14,522,088.47		39.978138	-109.403
2,679.00	9.06	338.50	2,643.23	337.35	-165.85	14,522,102.16	2,087,702.20	39.978176	-109.403
2,773.00	6.68	336.48	2,736.34	349.25	-170.75	14,522,113.97	2,087,697.09	39.978209	-109.403
2,868.00	5.10	335.08	2,830.83	358.15	-174.73	14,522,122.79	2,087,692.95	39.978233	-109.403
2,962.00	2.99	329.71	2,924.59	364.05	-177.73	14,522,128.64	2,087,689.84	39.978250	-109.403
3,056.00	1.76	322.07	3,018.51	367.31	-179,85	14,522,131.86	2,087,687.66	39.978259	-109.403
3,151.00	0.88	352.48	3,113.49	369.18	-180.84	14,522,133.72	2,087,686.64	39.978264	-109.403
3,245.00	0.70	21.92	3,207.48	370.43	-180.72	14,522,134.97	2,087,686.73	39.978267	-109.403
3,340.00	0.38	251.33	3,302.48	370.87	-180.80	14,522,135.40	2,087,686.64	39.978268	-109.403
3,434.00	0.66	64.90	3,396.47	371.00	-180.61	14,522,135.54	2,087,686.84	39.978269	-109.403
3,528.00	0.67	26.53	3,490.47	371.72	-179.87	14,522,136.27	2,087,687.56	39.978271	-109.403
3,623.00	1.52	6.98	3,585.45	373.47	-179.47	14,522,138.02	2,087,687.93	39.978275	-109.403
3,717.00	0.15	49.28	3,679.44	374.79	-179.23	14,522,139.35	2,087,688.15	39.978279	-109.403
3,811.00	1.14	336.13	3,773.43	375.72	-179.51	14,522,140.28	2,087,687.85	39.978282	-109.403
3,906.00	0.97	318.38	3,868.42	377.19	-180.43	14,522,141.73	2,087,686.91	39.978286	-109.403
4,000.00	0.90	257.93	3,962.41	377.63	-181.68	14,522,142.14	2,087,685.65	39.978287	-109.403
4,094.00	0.97	222.14	4,056.39	376.88	-182.94	14,522,141.38	2,087,684.40	39.978285	-109.403
4,189.00	0.44	110.78	4,151.39	376.16	-183.13	14,522,140.65	2,087,684.22	39.978283	-109,403
4,283.00	0.75	18.15	4,245.39	376.61	-182.61	14,522,141.11	2,087,684.74	39.978284	-109.403
4,378.00	0.53	35.46	4,340.38	377.56	-182.16	14,522,142.07	2,087,685.17	39.978287	-109.403
4,472.00	0.26	70.88	4,434.38	377.99	-181.70	14,522,142.50	2,087,685.62	39.978288	-109.403
4,566.00	0.26	74.74	4,528.38	378.11	-181.30	14,522,142.64	2,087,686.02	39.978288	-109.403
4,661.00	0.18	33.44	4,623,38	378.29	-181.01	14,522,142.82	2,087,686.31	39.978289	-109.403
4,755.00	0.03	310.56	4,717.38	378.43	-180.94	14,522,142.96	2,087,686.37	39.978289	-109.403
4,850.00	0.09	356.70	4,812.38	378.52	-180.97	14,522,143.05	2,087,686.35	39.978289	-109.403
4,944.00	0.18	106.12	4,906.38	378.56	-180.83	14,522,143.09	2,087,686.48	39.978289	-109.403
5,038.00	0.70	195.42	5,000.37	377.96	-180.84	14,522,142.49	2,087,686.48	39.978288	-109.403
5,133.00	0.79	179.51	5,095.37	376.75	-180.99	14,522,141.28	2,087,686.36	39.978285	-109.403
5,227.00	1.06	179.95	5,189.35	375,23	-180.98	14,522,139.76	2,087,686.39	39.978280	-109,403
5,321.00	0.26	256.41	5,283.35	374.31	-181.19	14,522,138.84	2,087,686.20	39.978278	-109.403
5,416.00	1.06	310.47	5,378.34	374.83	-182.07	14,522,139.34	2,087,685.31	39.978279	-109.403
5,510.00	1.14	314.51	5,472.32	376.05	-183,39	14,522,140.54	2,087,683.96	39.978283	-109.403
5,600.00	0.62	275,31	5,562.31	376.72	-184.52	14,522,141.19	2,087,682.83	39.978284	-109.403
5,694.00	0.53	279,53	5,656.31	376.84	-185.45	14,522,141.29	2,087,681.89	39.978285	-109,403



# **SDI**Survey Report - Geographic



Company:

Kerr McGee Oil and Gas Onshore LP

Project:

Uintah County, UT UTM12

Site: Well: NBU 1022-2J PAD NBU 1022-2G4CS

Wellbore: Design: ОН

Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference:

Survey Calculation Method:

Database:

Well NBU 1022-2G4CS

GL 5037' & KB 25' @ 5062.00ft (HP 311)

GL 5037' & KB 25' @ 5062.00ft (HP 311)

True

Minimum Curvature

еу			Vertical			Map	Мар		
Measured			THE PROPERTY OF STREET			Northing	map Easting		<b>从1400字。多</b> 数
Depth	Inclination	Azimuth	Depth (ft)	+N/-S	+E/-W (ft)	(usft)	casung (usft)	Latitude	Longitude
(ft)	(°)	(°)	<b>300</b>	<b>(ft</b> )	(ic)			kasa dialah mengalah dialah pertu	rongitude
5,788.00	0.40	251.12	5,750.31	376.81	-186.19	14,522,141.24	2,087,681.15	39.978285	-109.403
5,883.00	0.70	213.52	5,845.30	376.22	-186.83	14,522,140.64	2,087,680.53	39.978283	-109.403
5,977.00	0.88	193.57	5,939.29	375.04	-187.31	14,522,139.45	2,087,680.06	39.978280	-109.403
6,071.00	0.79	208.69	6,033.28	373.77	-187.79	14,522,138.17	2,087,679,60	39.978276	-109.403
6,166.00	1.09	182.40	6,128.27	372.29	-188.15	14,522,136.69	2,087,679.28	39,978272	-109.403
6,260.00	0.18	14.71	6,222.26	371.54	-188.15	14,522,135.94	2,087,679,29	39.978270	-109.403
6,354.00	0.44	85.82	6,316.26	371.71	-187.75	14,522,136.12	2,087,679.69	39.978271	-109.403
6,449.00	0.53	170.02	6,411.26	371.30	-187.31	14,522,135.72	2,087,680.13	39.978270	-109.403
6,543.00	0.88	161.84	6,505.25	370.19	-187.01	14,522,134.61	2,087,680.45	39.978266	~109.403
6,637.00	0.53	47.59	6,599.25	369.79	-186.46	14,522,134.23	2,087,681.01	39.978265	-109.403
6,732.00	1.06	0.30	6,694.24	370.97	-186.13	14,522,135.41	2,087,681.31	39,978269	-109.403
6,826.00	0.88	54.88	6,788.23	372.25	-185.54	14,522,136.70	2,087,681.89	39.978272	-109.403
6,921.00	88.0	78.08	6,883.22	372.82	-184.23	14,522,137.30	2,087,683.19	39.978274	-109.403
7,015.00	0.71	35.28	6,977.21	373.45	-183.18	14,522,137.94	2,087,684.22	39.978275	-109.403
7,110.00	1.58	354.50	7,072.19	375.23	-182.97	14,522,139.73	2,087,684.40	39.978280	-109.403
7,204.00	2.11	347.91	7,166.14	378.21	-183.46	14,522,142.70	2,087,683.86	39.978289	-109.403
7,298.00	1.41	313.28	7,260.10	380.70	-184.66	14,522,145.16	2,087,682.61	39.978295	-109.403
7,393.00	1.61	261.02	7,355.07	381.29	-186.83	14,522,145.72	2,087,680.43	39.978297	-109.403
7,487.00	0.35	166.77	7,449.06	380.81	-188.07	14,522,145.21	2,087,679.20	39.978296	-109.403
7,581.00	0.26	163.78	7,543.06	380.32	-187.94	14,522,144.73	2,087,679.34	39.978294	-109.403
7,676.00	0.70	157.71	7,638.05	379,58	-187.66	14,522,143.99	2,087,679.63	39.978292	-109.403
7,770.00	0.88	154.28	7,732.05	378.40	-187.13	14,522,142.82	2,087,680.18	39.978289	-109.403
7,864.00	1.22	139.51	7,826.03	376.99	-186.17	14,522,141.42	2,087,681.17	39.978285	-109.403
7,959.00	1.23	137.67	7,921.01	375.46	-184.83	14,522,139.92	2,087,682.54	39.978281	-109.403
8,053.00	1.49	132.31	8,014.98	373.89	-183.24	14,522,138.38	2,087,684,15	39.978277	-109.403
8,147.00	1.93	149.80	8,108.94	371.70	-181.54	14,522,136.22	2,087,685,89	39.978271	-109.403
8,242.00	2.46	149.54	8,203.87	368.56	-179.70	14,522,133.12	2,087,687.78	39.978262	-109.403
8,336.00	2.29	158.42	8,297.79	365.08	-177.99	14,522,129.66	2,087,689.56	39.978252	-109.403
8,430.00	2.64	147.96	8,391.70	361.50	-176.15	14,522,126.11	2,087,691.46	39.978243	-109.403
8,525.00	2.62	149.22	8,486.60	357.78	-173.88	14,522,122.44	2,087,693.80	39.978232	-109.403
8,598.00	2.64	161.05	8,559.53	354.75	-172.48	14,522,119.44	2,087,695.25	39.978224	-109.403
- •	I MWD PROD	UCTION SUR	RVEY						
8.655.00	2.64	161.05	8,616.47	352.27	-171.63	14,522,116.97	2,087,696,15	39.978217	-109.403

Measured Depth (ft)	Vertical Depth (ft)	Local Coord +N/-S (ft)	linates +E/-W (ft)	Comment
198.00	198.00	-0.26	-0.56	FIRST SDI MWD SURFACE SURVEY
2,345.00	2,315.30	282,89	-134.56	LAST SDI MWD SURFACE SURVEY
2,396.00	2,365.03	292.78	-140.03	FIRST SDI MWD PRODUCTION SURVEY
8,598.00	8,559.53	354.75	-172.48	LAST SDI MWD PRODUCTION SURVEY
8,655,00	8,616,47	352.27	-171.63	SDI PROJECTION TO BIT

Checked By:	Approved By:	Date: